S4180-1

State of Minnesota

Comprehensive Annual Financial Report
for the year ended June 30, 1983

Prepared by
Department of Finance
Gordon M. Donhowe, Commissioner
309 State Administration Building
St. Paul, Minnesota 55155

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State of Minnesota
Comprehensive Annual Financial Report
For Year Ended June 30, 1983

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INTRODUCTORY SECTION

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STATE OF MINNESOTA
DEPARTMENT OF FINANCE
309 STATE ADMINISTRATION BUILDING
SAINT PAUL, MINNESOTA 55155

612-296-5900

December 15, 1983

The Honorable Rudy Perpich, Governor
and
Members of the Legislature.

Pursuant to Minnesota Statutes, Section 16A.50, we are submitting the Comprehensive Annual Financial Report of the State of Minnesota for the fiscal year ended June 30, 1983. The accompanying financial statements have been prepared in accordance with generally accepted accounting principles (GAAP) for governmental units, as established by the National Council on Governmental Accounting (NCGA) in their various pronouncements.

This report includes all of the funds and activities considered to be a part of the state's reporting entity. In determining that entity, the following criteria were used: financial interdependence, fiscal accountability, administrative control, and scope of public service.

In accordance with Minnesota Statutes, Section 3.971, these financial statements have been audited by the Office of the Legislative Auditor. Their audit opinions are included.

MANAGEMENT RESPONSIBILITIES

Financial Reporting

The Department of Finance is responsible for the accuracy, the fairness, and the completeness of the financial statements, including all disclosures, presented in this report. We believe that these statements provide a fair representation of the financial position of the state at June 30, 1983, and the results of operations for the fiscal year then ended, in accordance with generally accepted accounting principles. These statements, of necessity, include some amounts which are based on management's best estimates and judgment.

Although the Department of Finance accepts final responsibility for this report, much of the information contained herein was provided by staff in many other agencies. Their assistance ranged from providing necessary data, to actual preparation of the financial statements for their departments' funds.

Internal Control

The Department of Finance is responsible for designing and applying the state's system of internal accounting controls. These controls provide reasonable assurance as to the protection of the state's assets against loss, either intentional or unintentional, and as to the reliability of the accounting records from which the financial statements were prepared.

FINANCIAL HIGHLIGHTS

General Governmental Functions

During fiscal year 1983 Minnesota continued to experience the effects of the national recession. The rate of recovery of Minnesota's economy was not as great as expected, resulting in a lower than expected rate of growth of revenues. Necessary legislative and executive actions were taken to offset the effects of the resulting revenue shortfalls and provide a balanced budget. The ending General Fund unrestricted fund balance, on a GAAP basis, was a deficit of $32.3 million. On a budgetary basis, however, the unrestricted fund balance was $45.8 million.

These fund balances reflect a significant improvement over the fund balances at the end of fiscal year 1982, when deficits were $705 million on the GAAP basis and $652 million on the budgetary basis. This improvement is the result of various actions taken during fiscal years 1982 and 1983 to balance the budget when successive revenue reforecasts indicated revenue shortfalls and resulting projected deficits at the end of the biennium (June 30, 1983). These actions had the greatest impact during fiscal year 1983 and included such measures as tax law changes, appropriation reductions and executive restrictions on travel, hiring and purchasing.

Revenues for general governmental functions totaled $6,450,053,000 for the fiscal year ended June 30, 1983, an increase of six percent over fiscal year 1982. Gross revenues from various sources, and their respective percentages of total revenues, for the General Fund and other governmental fund types (special revenue funds, capital projects funds and debt service fund), were as follows (in thousands).

Revenue Sources:	**Amount**	**Percent of Total**
Individual Income Taxes	$2,304,202	35.7%
Corporate Income Taxes	287,296	4.5
Sales Taxes	1,137,734	17.6
Highway Taxes	457,538	7.1
Other Taxes	527,441	8.2
Federal Grants	1,317,848	20.4
Departmental Earnings	256,226	4.0
Investment Income	82,715	1.3
Other Revenue	79,053	1.2
Total	**$6,450,053**	**100.0**

Expenditures for general governmental purposes totaled $5,328,438,000 for the fiscal year ended June 30, 1983, a decrease of 16 percent from fiscal year 1982. Expenditures by function and as a percent of the total were as follows (in thousands).

Functions:	**Amount**	**Percent of Total**
Protection of Persons/Property	$ 80,169	1.5%
Transportation	185,571	3.5
Resource Management	93,016	1.7
Economic/Manpower Development	112,328	2.1
Education	238,998	4.5
Health and Social Services	269,724	5.1
General Government	121,525	2.3
Capital Outlay	259,552	4.9
Debt Service	214,591	4.0
Grants and Subsidies	3,752,964	70.4
Total	**$5,328,438**	**100.0**

Debt Administration

Minnesota's credit ratings remained unchanged during fiscal year 1983. The state's general obligation bonds and notes were rated Aa and MIG—2, respectively, by Moody's Investors Service and AA by Standard and Poor's Corporation. Subsequent to fiscal year 1983, however, Moody's Investors Service upgraded the state's credit rating, on a July 21, 1983 sale of general obligation notes, to MIG—1. Another subsequent issue, an August 15, 1983 sale of commercial paper, was given both of the above rating agencies' highest ratings, Prime—1 and A—1+, respectively. General obligation debt issued during fiscal year 1983 was as follows:

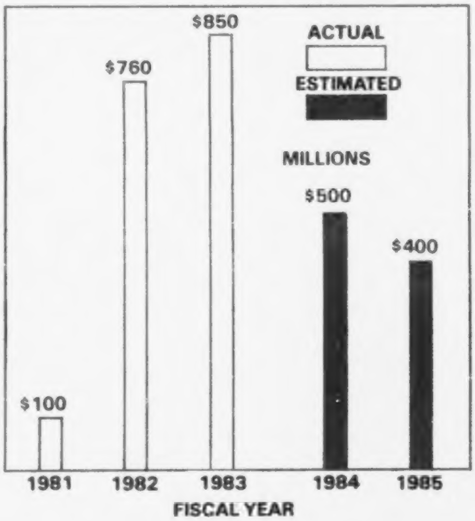
Date	Debt Instrument	Amount	Interest Rate	Maturity
July 1, 1982	Certificate of Indebtedness	$450,000,000	9.50%	One Year
August 1, 1982	Various Purpose Long-Term Bonds	$ 63,000,000	10.51%	20 Year Serial

The State of Minnesota established, as part of the 1981 capital budget, a debt management policy. This policy states that the ratio of debt service expenditures for general obligation bonded debt, paid by transfers from the general fund, when compared to total unrestricted General Fund revenues, net of revenue refunds, on the budgetary basis, should not exceed 2.5%. For fiscal year 1983, this ratio was 2.7%, computed by dividing $110,271,000 by $4,113,034,000. The percentage exceeded 2.5% because General Fund revenues fell short of forecasted amounts.

The 1981 debt management policy further states that the ratio of general obligation bonded debt in relation to the total personal income for the state, as reported for the calendar year most recently ended, should not exceed 2.5%. When the total outstanding general obligation bonded debt at June 30, 1983, $937,010,000, is compared to the total personal income for calendar year 1982, $46,184,250,000, this ratio was 2.0%.

Cash Management

General Fund cash flow during the previous two fiscal years necessitated short-term borrowings. The maximum short-term debt outstanding during the past two fiscal years was $850 million, the last of which was repaid June 30, 1983. Minnesota's recent need to borrow to meet cash flow requirements is the result of declining cash balances at the beginning of the fiscal year; payment of more than half of the total expenditures in the first half of the fiscal year while receiving less than half of the revenue over the same period; and, revenue shortfalls as a result of general economic conditions. Measures taken by the 1983 Legislature which will improve the state's cash flow include rescheduling of school aid payments thereby reducing the unevenness of revenue and expenditure patterns and, approval of a plan to establish a $250 million appropriated budget reserve by the end of fiscal year 1985, providing additional cash balances. These measures are expected to limit the short-term borrowing needed in 1984 to a maximum of $500 million, in 1985 to a maximum of $400 million and further reduce such borrowing significantly in future years.



OUTLOOK

The Governor and Legislature have adopted a General Fund budget for the 1984-1985 biennium that should provide financial stability for the state. The inherent risk in revenue forecasting has been incorporated in the state's financial plans. The state is prepared to manage at least a 5% General Fund revenue shortfall in the 1984-1985 biennium through the use of fund balances, an appropriated budget reserve, a contingent tax increase and the impoundment (unallotment) of appropriations.

Sincerely,

Gordon M. Donhowe, Commissioner

STATE OF MINNESOTA
PRINCIPAL OFFICIALS

EXECUTIVE BRANCH

GOVERNOR: Rudy Perpich

LIEUTENANT GOVERNOR: Marlene Johnson

ATTORNEY GENERAL: Hubert H. Humphrey, III

STATE TREASURER: Robert W. Mattson

SECRETARY OF STATE: Joan Anderson Growe

STATE AUDITOR: Arne Carlson

LEGISLATIVE BRANCH

HOUSE OF REPRESENTATIVES

SPEAKER OF THE HOUSE: Harry A. Sieben, Jr.

SENATE

PRESIDENT OF THE SENATE: Jerome M. Hughes

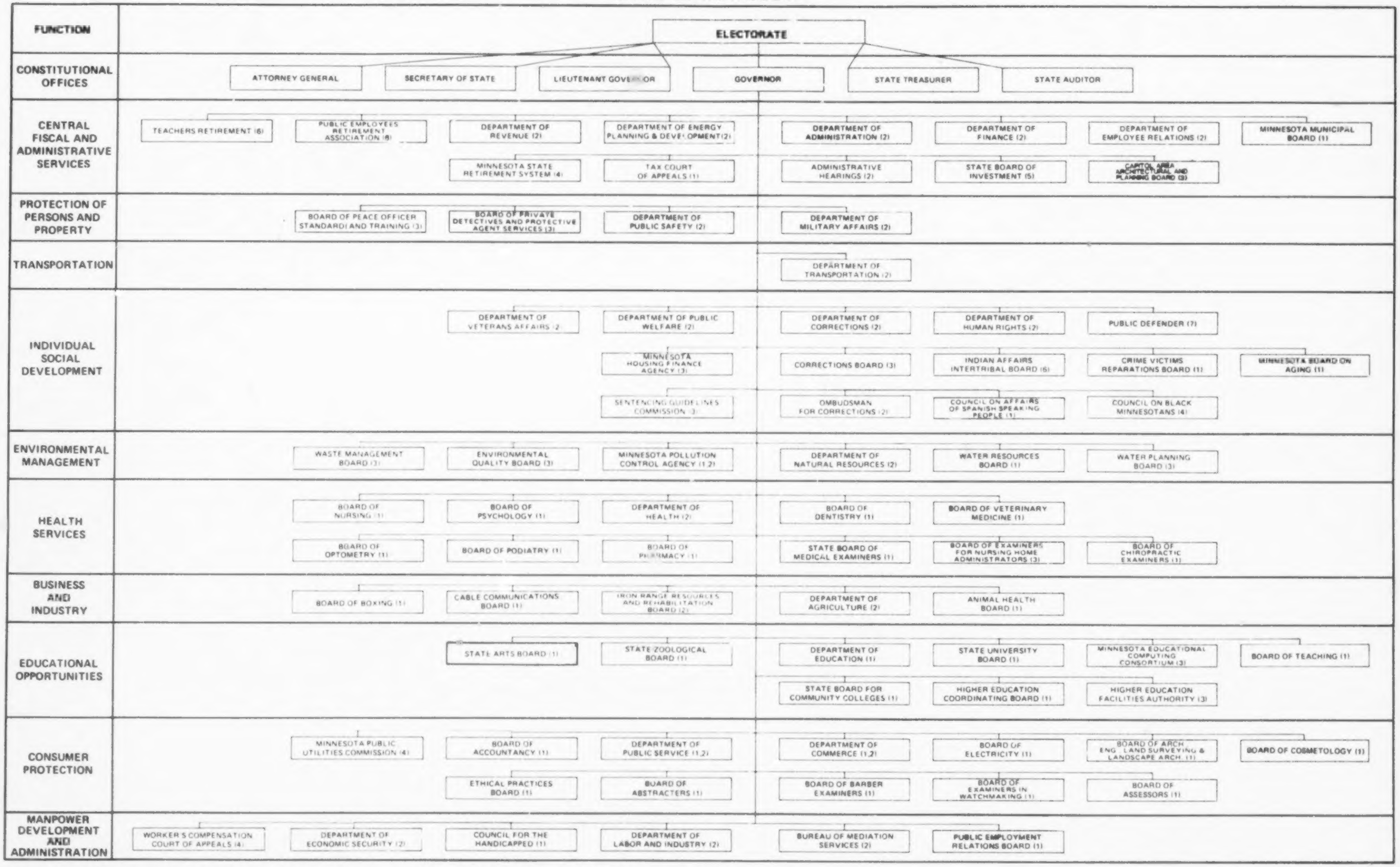
JUDICIAL BRANCH

SUPREME COURT

CHIEF JUSTICE: Douglas K. Amdahl

ORGANIZATION CHART — EXECUTIVE BRANCH
STATE OF MINNESOTA

December, 1981



FUNCTION	ELECTORATE
CONSTITUTIONAL OFFICES	ATTORNEY GENERAL SECRETARY OF STATE LIEUTENANT GOVERNOR GOVERNOR STATE TREASURER STATE AUDITOR
CENTRAL FISCAL AND ADMINISTRATIVE SERVICES	TEACHERS RETIREMENT (6) PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (6) DEPARTMENT OF REVENUE (2) DEPARTMENT OF ENERGY PLANNING & DEVELOPMENT (2) DEPARTMENT OF ADMINISTRATION (2) DEPARTMENT OF FINANCE (2) DEPARTMENT OF EMPLOYEE RELATIONS (2) MINNESOTA MUNICIPAL BOARD (1) MINNESOTA STATE RETIREMENT SYSTEM (4) TAX COURT OF APPEALS (1) ADMINISTRATIVE HEARINGS (2) STATE BOARD OF INVESTMENT (5) CAPITOL AREA ARCHITECTURAL AND PLANNING BOARD (3)
PROTECTION OF PERSONS AND PROPERTY	BOARD OF PEACE OFFICER STANDARDS AND TRAINING (3) BOARD OF PRIVATE DETECTIVES AND PROTECTIVE AGENT SERVICES (3) DEPARTMENT OF PUBLIC SAFETY (2) DEPARTMENT OF MILITARY AFFAIRS (2)
TRANSPORTATION	DEPARTMENT OF TRANSPORTATION (2)
INDIVIDUAL SOCIAL DEVELOPMENT	DEPARTMENT OF VETERANS AFFAIRS (2) DEPARTMENT OF PUBLIC WELFARE (2) DEPARTMENT OF CORRECTIONS (2) DEPARTMENT OF HUMAN RIGHTS (2) PUBLIC DEFENDER (7) MINNESOTA HOUSING FINANCE AGENCY (3) CORRECTIONS BOARD (3) INDIAN AFFAIRS INTERTRIBAL BOARD (6) CRIME VICTIMS REPARATIONS BOARD (1) MINNESOTA BOARD ON AGING (1) SENTENCING GUIDELINES COMMISSION (3) OMBUDSMAN FOR CORRECTIONS (2) COUNCIL ON AFFAIRS OF SPANISH SPEAKING PEOPLE (1) COUNCIL ON BLACK MINNESOTANS (4)
ENVIRONMENTAL MANAGEMENT	WASTE MANAGEMENT BOARD (3) ENVIRONMENTAL QUALITY BOARD (3) MINNESOTA POLLUTION CONTROL AGENCY (1,2) DEPARTMENT OF NATURAL RESOURCES (2) WATER RESOURCES BOARD (1) WATER PLANNING BOARD (3)
HEALTH SERVICES	BOARD OF NURSING (1) BOARD OF PSYCHOLOGY (1) DEPARTMENT OF HEALTH (2) BOARD OF DENTISTRY (1) BOARD OF VETERINARY MEDICINE (1) BOARD OF OPTOMETRY (1) BOARD OF PODIATRY (1) BOARD OF PHARMACY (1) STATE BOARD OF MEDICAL EXAMINERS (1) BOARD OF EXAMINERS FOR NURSING HOME ADMINISTRATORS (3) BOARD OF CHIROPRACTIC EXAMINERS (1)
BUSINESS AND INDUSTRY	BOARD OF BOXING (1) CABLE COMMUNICATIONS BOARD (1) IRON RANGE RESOURCES AND REHABILITATION BOARD (2) DEPARTMENT OF AGRICULTURE (2) ANIMAL HEALTH BOARD (1)
EDUCATIONAL OPPORTUNITIES	STATE ARTS BOARD (1) STATE ZOOLOGICAL BOARD (1) DEPARTMENT OF EDUCATION (1) STATE UNIVERSITY BOARD (1) MINNESOTA EDUCATIONAL COMPUTING CONSORTIUM (3) BOARD OF TEACHING (1) STATE BOARD FOR COMMUNITY COLLEGES (1) HIGHER EDUCATION COORDINATING BOARD (1) HIGHER EDUCATION FACILITIES AUTHORITY (3)
CONSUMER PROTECTION	MINNESOTA PUBLIC UTILITIES COMMISSION (4) BOARD OF ACCOUNTANCY (1) DEPARTMENT OF PUBLIC SERVICE (1,2) DEPARTMENT OF COMMERCE (1,2) BOARD OF ELECTRICITY (1) BOARD OF ARCH. ENG., LAND SURVEYING & LANDSCAPE ARCH. (1) BOARD OF COSMETOLOGY (1) ETHICAL PRACTICES BOARD (1) BOARD OF ABSTRACTERS (1) BOARD OF BARBER EXAMINERS (1) BOARD OF EXAMINERS IN WATCHMAKING (1) BOARD OF ASSESSORS (1)
MANPOWER DEVELOPMENT AND ADMINISTRATION	WORKER'S COMPENSATION COURT OF APPEALS (4) DEPARTMENT OF ECONOMIC SECURITY (2) COUNCIL FOR THE HANDICAPPED (1) DEPARTMENT OF LABOR AND INDUSTRY (2) BUREAU OF MEDIATION SERVICES (2) PUBLIC EMPLOYMENT RELATIONS BOARD (1)

(1) Boards, Councils, Commissions, and Agencies whose members are gubernatorially appointed.
(2) Departments and agencies headed by a gubernatorially appointed single executive.
(3) Boards, Councils, and Commissions headed by members, some of whom are gubernatorially appointed and some of whom are statutorily designated.
(4) Boards, Councils, and Commissions headed by members, some of whom are gubernatorially appointed and some of whom are elected by membership.
(5) Boards, Councils, and Commissions headed by members, some of whom are constitutionally or statutorily designated.
(6) Boards, Councils, and Commissions headed by members, some of whom are elected and some of whom are statutorily designated.
(7) Agency headed by an appointee of the State Judicial Council.

THESE AGENCIES, BOARDS, AND COMMISSIONS ARE SHOWN IN THE FUNCTIONS IN WHICH THE GREATEST NUMBER OF THEIR ACTIVITIES ARE LOCATED. HOWEVER, NEARLY ALL DEPARTMENTS HAVE ACTIVITIES IN MORE THAN ONE FUNCTION.

GENERAL PURPOSE FINANCIAL STATEMENTS

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STATE OF MINNESOTA
OFFICE OF THE LEGISLATIVE AUDITOR
Veterans Service Building
St. Paul, Minnesota 55155

(612) 296-4708

Legislative Auditor

Members of the Legislature

The Honorable Rudy Perpich, Governor

Gordon M. Donhowe, Commissioner, Department of Finance

1. SCOPE OF AUDIT

We have examined the combined financial statements of the State of Minnesota, and those individual funds and the account group which are solely presented in separate columns within the combined financial statements--General Fund, Debt Service Fund, and General Long-Term Obligation Account Group, as of and for the year ended June 30, 1983, as shown on pages 20 to 54. Our examination was made in accordance with generally accepted auditing standards, except as limited by and subject to the reliances explained in paragraph 2, and included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

> (Note: An audit opinion on selected combining and individual funds is presented separately with those financial statements.)

2. SCOPE LIMITATIONS AND RELIANCES

A. LOCAL GOVERNMENT INFORMATION -- Our examination did not verify the accuracy of the information provided by local units of government. This information is used to calculate various educational and general governmental aids paid from the GENERAL FUND and SPECIAL REVENUE FUNDS. Accordingly, we were unable to determine the effect, if any, that reliance on this data will have on the financial position of those funds.

B. RELIANCE ON ACTUARIAL CERTIFICATIONS -- Note 15 discusses the unfunded liability of the PENSION TRUST FUNDS. These amounts are presented in accordance with reports certified by the consulting actuaries for the various funds. The actuarial calculations also affect participation in the Post Retirement Investment Fund, presented within the INVESTMENT TRUST FUNDS in this report.

3. OMISSION OF REQUIRED FINANCIAL STATEMENTS

A. BUDGETARY COMPARATIVE STATEMENTS - SPECIAL REVENUE FUNDS -- Generally accepted accounting principles require budgetary comparative statements for the General Fund and Special Revenue Funds. These required statements are not presented for the SPECIAL REVENUE FUNDS, as explained in Note 2.

B. GENERAL FIXED ASSETS ACCOUNT GROUP -- Generally accepted accounting principles require a financial statement for the GENERAL FIXED ASSETS ACCOUNT GROUP. The required statement is not presented, as explained in Note 1.

4. LIABILITY/EXPENDITURE RECOGNITION PROBLEMS

UNFUNDED PENSION PLANS -- There are three pension plans which are essentially terminally funded by the General Fund upon the eligible participants' retirement. The underfunding of these pension plans should be systematically reported as long-term liabilities over a reasonable period. There is currently no provision and/or adequate information to report the proper amount of long-term liabilities. These plans are:

- THE LEGISLATIVE RETIREMENT PLAN which has $2 million of accumulated legislator contributions presented as an asset and liability of the General Fund at June 30, 1983. The most recent actuarial valuation of the plan was as of July 1, 1977. At that date, the actuarially determined accrued liability was calculated at $8.7 million, while accumulated legislator contributions totaled only $800,000.
- THE ELECTIVE STATE OFFICERS' PLAN which has $169,000 of accumulated contributions presented as an asset and liability of the General Fund at June 30, 1983. There has not been an actuarial valuation of this plan.
- THE JUDGES' RETIREMENT PLAN which has $11 million of accumulated contributions included in the fund balance of the Pension Trust Funds at June 30, 1983. The accumulated contributions and actuarially determined accrued liability of the plan as of June 30, 1982, the last valuation date, were $8.7 million and $35.2 million, respectively.

Because of insufficient information and the lack of a systematic recognition policy, we were unable to determine the total effect of these pension plans on the GENERAL LONG-TERM OBLIGATION ACCOUNT GROUP.

5. UNCERTAINTIES AND CONTINGENCIES

A. LITIGATION -- Several lawsuits are currently pending against the state as explained in Note 14 to the financial statements. An adverse decision to the state from lawsuits numbered 1, 2, or 4 could create significant liabilities in future fiscal years. In the opinion of the Department of Revenue, it is not possible to place precise dollar amounts on these lawsuits and the relative

5.A. LITIGATION -- (con't)

potential long-term liabilities of the state. Any state liability could be reduced if the state arranged for local governments, to which the majority of these taxes have ultimately been distributed, to bear some of the liability. Also, $48 million of the taxes are held in a trust fund and are designated for future uses. Any remaining losses would have to be funded with future financial resources. Accordingly, we could not determine the effects, if any, that these lawsuits have on the GENERAL LONG-TERM OBLIGATION ACCOUNT GROUP and the TRUST AND AGENCY FUNDS as of June 30, 1983.

B. CONTINGENT GENERAL FUND LIABILITY FOR SCHOOL LOAN BONDS -- As discussed in Note 15, the General Fund is contingently liable for $33.7 million in general obligation bonds which were issued to provide funds for loans to school districts. The bond principal and interest are to be repaid from principal ($48 million outstanding at June 30, 1983) and interest payments received from school districts. The loans receivable and bonds payable are presented within the Enterprise Funds. There are, however, various legal provisions whereby certain school districts may not be required to repay their outstanding loans. In November 1982 and 1983, because of insufficient monies in the loan repayment account, General Fund appropriations of $4.6 million and $1.8 million, respectively, were necessary to make the required transfers to the Debt Service Fund for principal and interest on the school loan general obligation bonds.

Because of the uncertain future collectibility of the school loans, we were unable to determine the extent to which the General Fund will be required to provide future debt service monies. Accordingly, we could not determine the effects, if any, on the ENTERPRISE FUNDS and the GENERAL LONG-TERM OBLIGATION ACCOUNT GROUP.

6. CLASSIFICATION PROBLEMS

STATE UNIVERSITY AND COMMUNITY COLLEGE FUNDS -- As discussed in Note 1, the State University and Community College Systems administer certain programs and activities, with assets totalling $43 million, which are reported in the TRUST AND AGENCY FUNDS. These programs have not been fully analyzed to determine their proper fund type, although a material portion of the activities should more properly be reported in the SPECIAL REVENUE FUNDS.

OPINION PARAGRAPH ON COMBINED FINANCIAL STATEMENTS

In our opinion, EXCEPT FOR the matters discussed in paragraphs 3A, 3B, 4 and 6, and SUBJECT TO the effects, if any, of the matters discussed in paragraphs 2A, 5A, and 5B, and relying on the certifications from the consulting actuaries as discussed in paragraph 2B, the combined financial statements referred to above present fairly the financial position of the State of Minnesota at June 30, 1983, and the results of its operations and changes in financial position of its proprietary funds for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year after giving retroactive effect to the accounting and fund structure changes, with which we concur, as explained in Note 22.

OPINION PARAGRAPHS ON THE INDIVIDUAL FUNDS AND ACCOUNT GROUP PRESENTED SEPARATELY WITHIN THE COMBINED FINANCIAL STATEMENTS

In our opinion, SUBJECT TO the effects, if any, of the matter discussed in paragraph 2A, the aforementioned financial statements present fairly the financial position of the GENERAL FUND of the State of Minnesota at June 30, 1983 and the results of operations for the fiscal year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

In our opinion, the aforementioned financial statements PRESENT FAIRLY the financial position of the DEBT SERVICE FUND of the State of Minnesota at June 30, 1983, and the results of operations for the fiscal year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

In our opinion, EXCEPT FOR the effects of the matter discussed in paragraph 4 and SUBJECT TO the effects, if any, of the matters discussed in paragraphs 5A and 5B, the aforementioned financial statements present fairly the financial position of the GENERAL LONG-TERM OBLIGATION ACCOUNT GROUP of the State of Minnesota at June 30, 1983, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year after giving retroactive effect to the accounting changes, with which we concur, as explained in Note 22.

James R. Nobles
James R. Nobles
Legislative Auditor

John Asmussen
John Asmussen, CPA
Deputy Legislative Auditor

November 17, 1983

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STATE OF MINNESOTA
COMBINED BALANCE SHEET
ALL FUND TYPES AND GENERAL LONG-TERM OBLIGATION ACCOUNT GROUP
JUNE 30, 1983
(IN THOUSANDS)

	GOVERNMENTAL FUND TYPES			
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECT	DEBT SERVICE
ASSETS				
CASH	$ 219,709	$ 60,559	$ 21,260	$ 509
INVESTMENTS	-	120,143	17,296	155,443
ACCOUNTS RECEIVABLE	43,229	18,918	4	-
DUE FROM OTHER FUNDS	17,310	12,329	1,354	2,257
ACCRUED INCOME	390	1,820	262	4,763
FEDERAL AID RECEIVABLE	-	139,583	13,203	-
INVENTORIES	-	12,863	-	-
DEFERRED COSTS	375	65	9	-
RESTRICTED ASSETS	-	-	-	-
LOANS/NOTES RECEIVABLE	9,518	3,723	709	-
ADVANCES TO OTHER FUNDS	5,749	50	-	-
EQUITY IN INVESTMENT FUNDS	-	-	-	-
FIXED ASSETS/REAL PROPERTY(NET)	-	-	-	-
OTHER ASSETS	-	-	-	-
AMOUNT AVAILABLE IN DEBT SERVICE FUND	-	-	-	-
AMOUNT TO BE PROVIDED FROM GENERAL FUND	-	-	-	-
AMOUNT TO BE PROVIDED FROM SPECIAL REVENUE FUNDS	-	-	-	-
TOTAL ASSETS	$ 296,280	$ 370,053	$ 54,097	$ 162,972
LIABILITIES AND FUND EQUITY				
LIABILITIES:				
WARRANTS PAYABLE	$ -	$ -	$ -	$ -
ACCOUNTS PAYABLE	230,377	197,130	19,987	508
PAYABLE TO OTHER FUNDS	33,563	31,618	1,988	536
PAYABLE TO OTHER GOVERNMENTAL UNITS	-	21,885	-	-
DEFERRED REVENUE	26,996	12,661	-	141
PAYABLE FROM RESTRICTED ASSETS	-	-	-	-
LOANS/NOTES/INSTALLMENT PURCHASES PAYABLE	-	-	-	-
ADVANCES FROM OTHER FUNDS	-	550	-	-
REVENUE REFUNDS PAYABLE	-	-	-	-
GENERAL OBLIGATION BONDS PAYABLE	-	-	-	-
REVENUE BONDS PAYABLE	-	-	-	-
GRANTS AND SUBSIDIES PAYABLE	-	-	-	-
FUNDS HELD IN TRUST	-	-	-	9,789
OTHER	-	-	-	-
TOTAL LIABILITIES	$ 290,936	$ 263,844	$ 21,975	$ 10,974
FUND EQUITY:				
CONTRIBUTED CAPITAL	$ -	$ -	$ -	$ -
RETAINED EARNINGS:				
RESERVED PER DEBT REQUIREMENTS	-	-	-	-
RESERVED PER STATE LAW	-	-	-	-
UNRESERVED RETAINED EARNINGS	-	-	-	-
FUND BALANCES:				
RESERVED FOR ENCUMBRANCES	18,117	8,572	-	-
RESERVED FOR INVENTORY	-	12,863	-	-
RESERVED FOR LONG-TERM RECEIVABLES	14,564	3,566	-	-
RESERVED FOR LONG-TERM COMMITMENTS	-	49,941	31,778	-
RESERVED FOR LOCAL GOVERNMENTS	-	-	-	-
RESERVED FOR ENDOWMENT PRINCIPAL	-	-	-	-
RESERVED FOR DEBT REQUIREMENTS	-	-	-	151,998
RESERVED FOR PENSION BENEFITS	-	-	-	-
UNRESERVED FUND BALANCES:				
DESIGNATED FOR APPROPRIATION CARRYOVER	4,935	37,533	344	-
DESIGNATED FOR FUND PURPOSES	-	(6,266)	-	-
DESIGNATED OTHER	-	-	-	-
UNDESIGNATED	(32,272)	-	-	-
TOTAL FUND EQUITY	$ 5,344	$ 106,209	$ 32,122	$ 151,998
TOTAL LIABILITIES AND FUND EQUITY	$ 296,280	$ 370,053	$ 54,097	$ 162,972

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
COMBINED BALANCE SHEET
ALL FUND TYPES AND GENERAL LONG-TERM OBLIGATION ACCOUNT GROUP
JUNE 30, 1983

(IN THOUSANDS)

PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	ACCOUNT GROUP	TOTALS (MEMO-RANDUM ONLY)
ENTERPRISE	INTERNAL SERVICE	TRUST AND AGENCY	GENERAL LONG-TERM OBLIGATION	
$ 2,486	$ 2,087	$ 158,256	$ -	$ 484,846
388,279	-	5,543,841	-	6,225,002
3,124	949	68,040	-	134,264
169	3,166	51,897	-	88,502
30,994	-	75,529	-	113,758
-	-	6,815	-	159,601
3,387	546	-	-	16,796
26,753	15	78,703	-	105,920
321,339	-	-	-	321,339
1,322,168	1,559	28,581	-	1,386,258
-	-	-	-	5,799
-	-	1,827,062	-	1,827,062
57,897	11,424	16,172	-	85,493
-	-	1,378	-	1,378
-	-	-	75,460	75,460
-	-	-	989,402	989,402
-	-	-	50,743	50,743
$ 2,156,596	$ 19,746	$ 7,856,274	$ 1,095,605	$ 12,011,823
$ -	$ -	$ 143,605	$ -	$ 143,605
4,307	3,639	79,061	-	535,009
299	200	20,298	-	88,502
-	-	20,203	-	42,068
19,362	-	170	-	59,350
149,249	-	-	-	149,249
17,978	96	379,134	4,230	401,438
233	5,016	-	-	5,799
-	-	-	24,532	24,532
43,300	-	-	888,120	931,420
1,536,129	-	-	-	1,536,129
-	-	-	175,182	175,182
62,724	-	2,303,566	-	2,376,079
712	5,188	1,149	3,541	10,590
$ 1,834,293	$ 14,139	$ 2,947,186	$ 1,095,605	$ 6,478,952
$ 14,888	$ 4,590	$ -	-	$ 19,478
23,833	-	-	-	23,833
90,973	-	-	-	90,973
192,609	1,017	-	-	193,626
-	-	2,408	-	29,097
-	-	-	-	12,863
-	-	9,926	-	28,056
-	-	-	-	81,719
-	-	186,284	-	186,284
-	-	339,686	-	339,686
-	-	-	-	151,998
-	-	4,701,420	-	4,701,420
-	-	96	-	42,908
-	-	(334,732)	-	(340,998)
-	-	4,000	-	4,000
-	-	-	-	(32,272)
$ 322,303	$ 5,607	$ 4,909,088	-	$ 5,532,671
$ 2,156,596	$ 19,746	$ 7,856,274	$ 1,095,605	$ 12,011,823

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
JUNE 30, 1983
(IN THOUSANDS)

	GOVERNMENTAL FUND TYPES	
	GENERAL	SPECIAL REVENUE
REVENUES:		
TAXES	$ 4,213,720	$ 500,491
RECIPROCITY INCOME	11,743	-
FEDERAL GRANTS	5,187	1,231,854
INTERGOVERNMENTAL REVENUE	777	19,349
DEPARTMENTAL EARNINGS	188,423	67,803
REVENUE FROM USE OF PROPERTY	5,256	5,612
INVESTMENT INCOME	51,466	11,163
OTHER REVENUES	19,953	15,445
GROSS REVENUES	$ 4,496,525	$ 1,851,717
LESS: REVENUE REFUNDS	428,749	34,760
NET REVENUES	$ 4,067,776	$ 1,816,957
EXPENDITURES:		
CURRENT:		
PROTECTION OF PERSONS/PROPERTY	$ 30,332	$ 49,814
TRANSPORTATION	239	185,131
RESOURCE MANAGEMENT	55,110	35,188
ECONOMIC/MANPOWER DEVELOPMENT	29,718	82,809
EDUCATION	224,768	14,161
HEALTH AND SOCIAL SERVICES	245,698	24.026
GENERAL GOVERNMENT	110,578	3,997
TOTAL CURRENT EXPENDITURES	$ 696,443	$ 394,926
CAPITAL OUTLAY	8,679	149,864
DEBT SERVICE	83,752	-
GRANTS AND SUBSIDIES	2,614,164	1,109,464
TOTAL EXPENDITURES	$ 3,403,038	$ 1,654,254
REIMBURSEMENTS	(63,798)	8,176
NET EXPENDITURES	$ 3,339,240	$ 1,662,430
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	$ 728,536	$ 154,527
OTHER FINANCING SOURCES (USES):		
GENERAL OBLIGATION BONDS	$ -	$ -
OPERATING TRANSFERS IN	29,042	276,685
OPERATING TRANSFERS TO DEBT SERVICE	(110,251)	(9,032)
OTHER OPERATING TRANSFERS OUT	(37,819)	(419,530)
CHANGE IN INVENTORY	-	(936)
INVESTMENT INCOME ALLOCATED TO PROPRIETARY FUNDS	-	-
NET OTHER FINANCING SOURCES (USES)	$ (119,028)	$ (152,813)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	$ 609,508	$ 1,714
FUND BALANCES, JULY 1, 1982, AS REPORTED	$ (624,468)	$ 119,621
PRIOR PERIOD ADJUSTMENTS	-	(4,399)
FUND BALANCES, JULY 1, 1982, AS RESTATED	$ (624,468)	$ 115,222
NET RESIDUAL EQUITY TRANSFERS	20,304	(10,727)
FUND BALANCES, JUNE 30, 1983	$ 5,344	$ 106,209

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
COMBINED STATEMENT OF REVENUES,EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
JUNE 30, 1983
(IN THOUSANDS)

GOVERNMENTAL FUND TYPES		FIDUCIARY FUND TYPES	TOTALS (MEMO-RANDUM ONLY)
CAPITAL PROJECT	DEBT SERVICE	EXPENDABLE TRUST	
$ -	$ -	$ 389,780	$ 5,103,991
-	-	-	11,743
80,807	-	605	1,318,453
-	-	-	20,126
-	-	703	256,929
-	-	-	10,868
2,923	17,163	25,883	108,598
143	776	26,051	62,368
$ 83,873	$ 17,939	$ 443,022	$ 6,893,076
-	-	-	463,509
$ 83,873	$ 17,939	$ 443,022	$ 6,429,567
$ 23	$ -	$ 63	$ 80,232
201	-	576	186,147
2,718	-	435	93,451
-	-	5,121	117,448
69	-	1,325	240,323
-	-	224	269,948
6,864	86	217	121,742
$ 9,875	$ 86	$ 7,961	$ 1,109,291
101,008	-	502	280,053
-	130,839	11,279	225,870
29,337	-	790,618	4,543,583
$ 140,220	$ 130,925	$ 810,360	$ 6,138,797
(88)	-	1,040	(54,670)
$ 140,132	$ 130,925	$ 811,400	$ 6,084,127
$ (56,259)	$ (112,986)	$ (368,378)	$ 345,440
$ 60,000	$ -	$ -	$ 60,000
-	122,206	185,729	613,862
(2,923)	-	-	(122,206)
-	-	-	(457,349)
-	-	-	(936)
-	(1,132)	-	(1,132)
$ 57,077	$ 121,074	$ 185,729	$ 92,039
$ 818	$ 8,088	$ (182,649)	$ 437,479
$ 36,239	$ 142,272	$ 260,747	$ (65,589)
-	-	(210,116)	(214,515)
$ 36,239	$ 142,272	$ 50,631	$ (280,104)
(4,935)	1,638	-	6,280
$ 32,122	$ 151,998	$ (132,018)	$ 163,655

The notes are an integral part of the financial statements

STATE OF MINNESOTA
GENERAL FUND
STATEMENT OF ACTUAL AND ESTIMATED REVENUES AND TRANSFERS FROM OTHER FUNDS
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	BUDGETARY BASIS					VARIANCE
	ORIGINAL ESTIMATES	ESTIMATE REVISIONS	TAX LAW CHANGES	ADJUSTED ESTIMATES	ACTUAL	FAVORABLE (UNFAVORABLE)
UNRESTRICTED REVENUES:						
INCOME TAX - INDIVIDUAL	$ 2,428,800	$ (209,000)	$ 27,000	$ 2,246,800	$ 2,307,572	$ 60,972
INCOME TAX - CORPORATION	409,800	(110,200)	4,300	303,900	292,599	(11,301)
SALES TAX	1,055,350	(138,050)	77,500	994,800	1,012,135	17,335
BANK EXCISE TAX	41,300	(7,400)	-	33,900	34,744	844
INHERITANCE AND GIFT TAX	20,649	(1,986)	-	18,663	18,861	198
LIQUOR TAX	58,104	(4,431)	-	53,673	53,336	(337)
TOBACCO PRODUCTS TAX	91,847	(6,413)	-	85,434	85,391	(43)
MINING TAX	110,210	(25,368)	-	84,842	84,694	(148)
DEED TAX	18,500	(800)	-	17,700	19,581	1,881
GROSS EARNINGS TAX	175,816	436	-	176,252	181,517	5,265
MOTOR VEHICLE EXCISE TAX	141,342	(28,342)	-	113,000	123,897	10,897
INCOME RECIPROCITY	11,456	287	-	11,743	11,743	-
DEPARTMENTAL EARNINGS	157,819	23,028	-	180,847	182,229	1,382
INVESTMENT INCOME	65,710	(17,710)	-	48,000	51,538	3,538
OTHER	41,839	(232)	28,146	69,753	72,840	3,087
TOTAL UNRESTRICTED REVENUES	$ 4,828,342	$ (526,181)	$ 136,946	$ 4,439,107	$ 4,532,677	$ 93,570
RESTRICTED REVENUES:						
DEPARTMENTAL EARNINGS	$ 62,236	$ 1,569	-	$ 63,805	$ 63,289	$ (516)
FEDERAL GRANTS	-	-	-	-	384	384
INTERGOVERNMENTAL REVENUES	44,792	210	-	45,002	42,530	(2,472)
OTHER	-	2,200	-	2,200	5,865	3,665
TOTAL RESTRICTED REVENUES	$ 107,028	$ 3,979	-	$ 111,007	$ 112,068	$ 1,061
LESS REVENUE REFUNDS:						
INCOME TAX - INDIVIDUAL	$ 351,500	$ (25,700)	-	$ 325,800	$ 322,216	$ (3,584)
INCOME TAX - CORPORATION	52,900	12,000	-	64,900	63,694	(1,206)
SALES TAX	3,349	12,561	-	15,910	18,631	2,721
OTHER	6,249	5,966	-	12,215	15,102	2,887
TOTAL REVENUE REFUNDS	$ 413,998	$ 4,827	-	$ 418,825	$ 419,643	$ 818
NET REVENUES	$ 4,521,372	$ (527,029)	$ 136,946	$ 4,131,289	$ 4,225,102	$ 93,813
TRANSFERS FROM OTHER FUNDS:						
REIMBURSEMENTS	$ 18,408	$ 1,590	$ -	$ 19,998	$ 15,149	$ (4,849)
SPECIAL REVENUE FUNDS	2,500	(1,225)	13,820	15,095	15,510	415
REPAYMENT OF ADVANCES	3,154	(957)	-	2,197	1,974	(223)
OTHER TRANSFERS	300	578	6,580	7,458	7,133	(325)
TOTAL TRANSFERS FROM OTHER FUNDS	$ 24,362	$ (14)	$ 20,400	$ 44,748	$ 39,766	$ (4,982)
TOTAL NET REVENUES AND TRANSFERS FROM OTHER FUNDS	$ 4,545,734	$ (527,043)	$ 157,346	$ 4,176,037	$ 4,264,868	$ 88,831

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
GENERAL FUND
STATEMENT OF BUDGETED AND ACTUAL EXPENDITURES, ENCUMBRANCES AND TRANSFERS TO OTHER FUNDS
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	BUDGETARY BASIS				
	BUDGET AS ORIGINALLY APPROPRIATED	BUDGET REDUCTIONS	NET BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
EXPENDITURES AND ENCUMBRANCES:					
PROTECTION OF PERSONS/PROPERTY..	$ 63,332	$ 658	$ 62,674	$ 61,536	$ 1,138
TRANSPORTATION..................	25,857	5,934	19,923	20,302	(379)
RESOURCE MANAGEMENT.............	66,138	5,083	61,055	64,171	(3,116)
ECONOMIC/MANPOWER DEVELOPMENT...	38,022	1,588	36,434	36,473	(39)
EDUCATION.......................	559,683	13,585	546,098	529,887	16,211
SCHOOL AIDS.....................	928,037	64,156	863,881	851,536	12,345
HEALTH AND SOCIAL SERVICES......	859,958	33,784	826,174	897,357	(71,183)
GENERAL GOVERNMENT..............	1,035,311	93,887	941,424	916,789	24,635
DEBT SERVICE....................	84,414	-	84,414	83,967	447
TOTAL EXPENDITURES AND ENCUMBRANCES..................	$ 3,660,752	$ 218,675	$ 3,442,077	$ 3,462,018	$ (19,941)
TRANSFERS TO OTHER FUNDS:					
TACONITE TAX ALLOCATION.........	$ 32,516	$ -	$ 32,516	$ 19,597	$ 12,919
DEBT SERVICE....................	120,489	-	120,489	114,829	5,660
ADVANCES TO INTERNAL SERV FUNDS.	2,391	-	2,391	1,842	549
OTHER...........................	3,558	26	3,532	7,445	(3,913)
TOTAL TRANSFERS TO OTHER FUNDS.	$ 158,954	$ 26	$ 158,928	$ 143,713	$ 15,215
TOTAL EXPENDITURES, ENCUMBRANCES AND TRANSFERS TO OTHER FUNDS..	$ 3,819,706	$ 218,701	$ 3,601,005	$ 3,605,731	$ (4,726)

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS/FUNDS HELD IN TRUST/FUND BALANCES - ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	PROPRIETARY FUND TYPES	
	ENTERPRISE	INTERNAL SERVICE
OPERATING REVENUES:		
NET SALES	$ 5,796	$ 8,921
CONTRIBUTIONS	-	-
INVESTMENT/INTEREST INCOME	163,540	-
RENTAL AND SERVICE FEES	34,391	18,231
DISTRIBUTED INVESTMENT FUND INCOME	-	-
REALIZED AND UNREALIZED INCOME GAINS	-	-
OTHER INCOME	-	-
TOTAL OPERATING REVENUES	$ 203,727	$ 27,152
LESS: COST OF GOODS SOLD	4,760	3,725
GROSS MARGIN	$ 198,967	$ 23,427
OPERATING EXPENSES:		
ANNUITY PAYMENTS	$ -	$ -
INTEREST AND FINANCING COSTS	131,873	542
PURCHASED SERVICES	21,277	9,541
REFUNDED CONTRIBUTIONS	-	-
SALARIES AND FRINGE BENEFITS	14,476	9,195
DEPRECIATION AND AMORTIZATION	3,254	2,732
SUPPLIES AND MATERIALS	1,146	1,210
INDIRECT COSTS	182	1,039
OTHER EXPENSES	3,207	51
TOTAL OPERATING EXPENSES	$ 175,415	$ 24,310
OPERATING INCOME (LOSS)	$ 23,552	$ (883)
NONOPERATING REVENUES (EXPENSES):		
SHARES PURCHASED/PARTICIPANT CONTRIBUTIONS	$ -	$ -
FEDERAL GRANTS AND SUBSIDIES	3,586	-
OTHER NONOPERATING REVENUES	22	355
SHARES WITHDRAWN/PARTICIPANT WITHDRAWLS	-	-
GRANTS, AIDS AND SUBSIDIES	90	-
OTHER NONOPERATING EXPENSES	(42)	(66)
TOTAL NONOPERATING REVENUES (EXPENSES)	$ 3,656	$ 289
OPERATING TRANSFERS NET	4,762	63
NET INCOME	$ 31,970	$ (531)
DEPRECIATION ON FIXED ASSETS ACQUIRED WITH CONTRIBUTED CAPITAL	$ 352	-
RECOVERY OF UNREALIZED LOSS ON EQUITY SECURITIES	-	-
INCREASE (DECREASE) IN RETAINED EARNINGS/ FUNDS HELD IN TRUST/FUND BALANCES	$ 32,322	$ (531)
RETAINED EARNINGS/FUNDS HELD IN TRUST/ FUND BALANCES, JULY 1, 1982, AS REPORTED	$ 281,373	$ 1,479
PRIOR PERIOD ADJUSTMENTS	-	69
RETAINED EARNINGS/FUNDS HELD IN TRUST/ FUND BALANCES, JULY 1, 1982, AS RESTATED	$ 281,373	$ 1,548
NET RESIDUAL EQUITY TRANSFERS	(6,280)	-
RETAINED EARNINGS/FUNDS HELD IN TRUST/ FUND BALANCES, JUNE 30, 1983	$ 307,415	$ 1,017

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS/FUNDS HELD IN TRUST/FUND BALANCES - ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

FIDUCIARY FUND TYPES				TOTALS (MEMO-RANDUM ONLY)
PENSION TRUST FUNDS			NONEXPENDABLE TRUST FUND	
DEFINED BENEFIT FUNDS	DEFINED CONTRIBUTION FUNDS	INVESTMENT TRUST FUNDS	PERMANENT SCHOOL FUND	
$ -	$ -	$ -	$ 4,372	$ 19,089
373,646	-	-	-	373,646
316,577	3,700	166,684	27,442	677,943
-	-	-	-	52,622
158,684	-	-	-	158,684
-	28,122	388,032	4,183	420,337
2,001	474	-	-	2,475
$ 850,908	$ 32,296	$ 554,716	$ 35,997	$ 1,704,796
-	-	-	-	8,485
$ 850,908	$ 32,296	$ 554,716	$ 35,997	$ 1,696,311
$ 163,179	$ -	-	$ -	$ 163,179
-	-	-	-	132,415
902	87	-	-	31,807
27,158	-	-	-	27,158
3,501	224	-	-	27,396
140	1	-	2,722	8,849
68	2	-	-	2,426
37	-	-	-	1,258
712	231	-	-	4,201
$ 195,697	$ 545	-	$ 2,722	$ 398,689
$ 655,211	$ 31,751	$ 554,716	$ 33,275	$ 1,297,622
-	$ 14,096	$ 242,885	-	$ 256,981
-	-	-	-	3,586
-	-	-	-	377
-	(6,335)	(115,957)	-	(122,292)
-	-	-	-	90
-	-	-	-	(108)
$ -	$ 7,761	$ 126,928	$ -	$ 138,634
(12,544)	70	-	(26,458)	(34,107)
$ 642,667	$ 39,582	$ 681,644	$ 6,817	$ 1,402,149
$ -	-	-	$ -	$ 352
60,048	-	-	1,386	61,434
$ 702,715	$ 39,582	$ 681,644	$ 8,203	$ 1,463,935
$ 3,998,705	$ 100,204	$ 1,431,474	$ 331,483	$ 6,144,718
-	-	-	-	69
$ 3,998,705	$ 100,204	$ 1,431,474	$ 331,483	$ 6,144,787
-	-	-	-	(6,280)
$ 4,701,420	$ 139,786	$ 2,113,118	$ 339,686	$ 7,602,442

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION - ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	PROPRIETARY FUND TYPES	
	ENTERPRISE	INTERNAL SERVICE
CASH PROVIDED:		
FROM OPERATIONS:		
NET INCOME (LOSS)	$ 31,970	$ (531)
ITEMS ADDED TO (DEDUCTED FROM) NET INCOME:		
CHANGES IN CURRENT ASSETS	$ 3,085	$ (734)
CHANGES IN CURRENT LIABILITIES	6,554	(425)
DEPRECIATION AND AMORTIZATION	7,460	2,883
DEFAULTED INTEREST RECOGNIZED	(906)	-
RECOVERY OF UNREALIZED LOSS ON EQUITY SECURITIES	-	-
CHANGE IN OTHER ASSETS/LIABILITIES	2,539	(224)
TOTAL ITEMS ADDED (DEDUCTED)	$ 18,732	$ 1,500
TOTAL CASH PROVIDED FROM OPERATIONS	$ 50,702	$ 969
OTHER CASH PROVIDED:		
PROCEEDS FROM SALE OF BONDS/NOTES	$ 139,123	$ -
REDUCTION OF LOANS/FINANCING LEASES RECEIVABLE	65,128	1,215
INCREASE IN LEASES/INSTALLMENT PURCHASES PAYABLE	-	5,409
ADVANCES FROM OTHER FUNDS	-	2,135
CAPITAL CONTRIBUTIONS	727	-
OTHER SOURCES	20,776	480
TOTAL OTHER CASH PROVIDED	$ 225,754	$ 9,239
TOTAL CASH PROVIDED	$ 276,456	$ 10,208
CASH APPLIED:		
LOANS ISSUED	$ 161,829	$ -
INVESTMENTS IN FIXED ASSETS	12,318	8,978
DEFERRED COSTS	4,514	-
REDUCTION OF INDEBTEDNESS	110,633	3,837
REDUCTION OF LEASES/INSTALLMENT CONTRACTS PAYABLE	-	1
OTHER	6,281	15
TOTAL CASH APPLIED	$ 295,575	$ 12,831
NET INCREASE (DECREASE) IN CASH AND INVESTMENTS	$ (19,119)	$ (2,623)
CASH AND INVESTMENTS, JULY 1, 1982	$ 730,891	$ 4,690
CASH AND INVESTMENTS, JUNE 30, 1983	$ 711,772	$ 2,067

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
COMBINED STATEMENT CHANGES IN FINANCIAL POSITION - ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

FIDUCIARY FUND TYPES				TOTALS (MEMO-RANDUM ONLY)
PENSION TRUST FUNDS			NONEXPENDABLE TRUST FUNDS	
DEFINED BENEFIT FUNDS	DEFINED CONTRIBUTION FUNDS	INVESTMENT TRUST FUNDS	PERMANENT SCHOOL FUND	
$ 642,667	$ 39,582	$ 681,644	$ 6,817	$ 1,402,149
$ 900	$ (44)	$ (6,032)	$ (1,854)	$ (4,679)
2,973	18	408	1,307	10,835
141	-	-	2,722	13,206
-	-	-	-	(906)
60,048	-	-	1,386	61,434
-	-	-	-	2,315
$ 64,062	$ (26)	$ (5,624)	$ 3,561	$ 82,205
$ 706,729	$ 39,556	$ 676,020	$ 10,378	$ 1,484,354
-	-	-	-	$ 139,123
-	-	-	-	66,343
-	-	-	-	5,409
-	-	-	-	2,135
-	-	-	-	727
-	-	-	4	21,260
-	-	-	$ 4	$ 234,997
$ 706,729	$ 39,556	$ 676,020	$ 10,382	$ 1,719,351
$ -	-	-	-	161,829
254	-	-	-	21,550
-	-	-	-	4,514
-	-	-	-	114,470
-	-	-	-	1
-	-	-	-	6,296
$ 254	-	-	-	$ 308,660
$ 706,475	$ 39,556	$ 676,020	$ 10,382	$ 1,410,691
$ 3,939,019	$ 99,901	$ 1,383,253	$ 306,553	$ 6,474,307
$ 4,645,494	$ 139,457	$ 2,069,273	$ 316,935	$ 7,884,998

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 1983

These notes provide disclosures relevant to the combined financial statements on the preceding pages.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

Except as described in the following notes, the reporting policies of the State of Minnesota conform to generally accepted accounting principles (GAAP) as prescribed by the National Council on Governmental Accounting (NCGA), in Statement 1, Governmental Accounting and Financial Reporting Principles, and all subsequent statements. The NCGA is considered the primary authoritative source of GAAP for governmental units.

The state's financial activities are recorded in individual funds and account groups, each of which is treated as a separate accounting entity. For financial reporting purposes, however, the individual fund financial statements are combined by generic fund type in the combining financial statements presented in the latter part of this report. The aggregate of each fund type, from the combining statements, is then presented in the combined overview financial statements, also termed the General Purpose Financial Statements (GPFS). Essentially, the GPFS have replaced the individual fund as the financial reporting focus for governmental units.

Financial Reporting Entity of the State of Minnesota

This report includes the various state departments, agencies, institutions and organizational units which are controlled by or dependent upon the Minnesota Legislature and/or its constitutional officers. The criteria used to determine the state's reporting entity were degrees of: financial interdependence, fiscal accountability, administrative control, and scope of public service. All governmental units not meeting those criteria, and therefore construed to be autonomous from the state, have been excluded from this report. Among those entities excluded are the Minnesota Historical Society, which had been included in prior years, and the University of Minnesota. Although partially supported by state appropriations, both of these entities enjoy a relatively high degree of autonomy because they are governed by independent boards.

The following organizations included in this report also prepare and publish their own financial reports which may contain differences in presentation resulting from differing reporting emphasis:

Teachers Retirement Association
Minnesota State Retirement System
Public Employees Retirement Association
State Board of Investment
Minnesota Housing Finance Agency
Higher Education Coordinating Board (revenue bond funds)
Higher Education Facilities Authority
State University Board (revenue bond fund)

Copies of their reports may be obtained directly from the organizations.

Classification of Funds

Individual funds have been established as stipulated by legal provisions or by administrative discretion.

College and university fund structure and accounting principles are prescribed by the National Association of College and University Business Officers in their publication College and University Business Administration (CUBA). The community college and state university systems prepare annual reports in a CUBA fund structure format. However, the major operations of both systems are budgeted, accounted for, and therefore reported within the NCGA prescribed fund structure. Exceptions to this are the All College and Student Activity Funds (agency funds) which report only college and university activity. Most of the activity in these two funds should be classified as special revenue fund activity.

With the exception of the college/university funds above, the funds presented are classified according to GAAP as follows.

Governmental Funds

These funds account for the acquisition, use and balances of expendable financial resources and the related current liabilities. Most state operations are accounted for in this fund category which is comprised of the general, special revenue, capital project and debt service generic fund types described as follows:

General Fund - To account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - To account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditure for specific purposes.

Capital Projects Funds - To account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

Debt Service Fund - To account for the accumulation of resources for, and the payment of, general long-term obligation principal and interest.

Proprietary Funds

These funds account for all assets, liabilities and equities and match revenues and expenses to determine net income and capital maintenance. The generic fund types included in the proprietary fund category are listed below.

Enterprise Funds - To account for operations: (1) that are financed and operated in a manner similar to private business enterprises and where the intent of the state is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (2) where the state has decided that periodic determination of revenue earned, expenses incurred, and net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Internal Service Funds - To account for the financing of goods or services provided by one state agency to other state agencies on a cost-reimbursement basis.

Fiduciary Funds

These funds account for assets held by the state in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. Depending on their nature, fiduciary funds are classified for accounting measurement purposes like governmental (expendable trust funds) or proprietary (nonexpendable trust and pension trust funds) funds. Agency funds are purely custodial in nature; thus they do not measure results of operations. Descriptions of the generic fund types included in the fiduciary fund category are as follows:

Pension Trust Funds - To account for funds administered by independent boards and for which the state performs a fiduciary role. These funds have been categorized by function into the following three types:

- Defined Benefit Pension Funds include those retirement funds for which the participant's retirement annuity is based upon a statutory formula utilizing such factors as age, average salary, length of service and others. That is, benefits are determined by qualification instead of contribution.

- Defined Contribution Pension Funds include those retirement funds for which the amount of the participant's retirement annuity is primarily determined by the employer/employee contributions. Other factors such as age and length of service provide minimum eligibility qualifications.

- Investment Trust Funds are a group of investment funds which serve as investment vehicles for the participating funds. They are administered by the State Board of Investment in accordance with the applicable statutes defining the participating funds, the types of investments which may be purchased and the distribution of earnings or losses.

Nonexpendable Trust Funds - To account for funds whose principal may not be expended.

Expendable Trust Funds - To account for funds whose resources, including principal and earnings, may be expended.

Agency Funds - To account for funds which hold monies in an agency capacity for various governmental units, individuals or funds.

Account Groups

Accountability and control over fixed assets and long-term obligations not accounted for in the governmental funds, proprietary funds or expendable trust funds are provided in the account groups.

General Long-Term Obligation Account Group - To account for unmatured principal of bonds, notes, or other forms of long-term indebtedness.

General Fixed Asset Account Group - To account for the fixed assets of the governmental funds. Currently the state does not have an updated General Fixed Asset Account Group from which to prepare the required financial statements.

Basis of Accounting

Totals Memorandum Only - The "Totals (Memorandum Only)" column represents the sum of the combining financial statements. Consolidated financial information is not presented.

All proprietary funds, pension trust funds and nonexpendable trust funds are accounted for using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized as they are incurred. All governmental, expendable trust and agency funds are accounted for using the modified accrual basis of accounting. The modified accrual basis of accounting includes the following recognition principles.

Revenues: Federal grants and individual and corporate income taxes are the major revenue sources susceptible to accrual; that is, they are recognized in the period they become both measurable and available to finance expenditures of the current period. Measurable means that taxpayer or intermediary government liability is supported by sufficient documentation and can be reasonably estimated. Available means collectible by the September close of the books. Similarly, anticipated refunds of such taxes are recorded as reductions in revenue in the period when the state's liability is measurable and validity seems certain. Revenues collected on an advance basis, including federal revenues, to which the state does not have legal entitlement are recognized as deferred revenue until the related commitment arises, at which time revenue is recognized.

Expenditures and Related Liabilities: Expenditures and payables are recognized when obligations are incurred as a result of the receipt of goods and services. Grant expenditures are discussed separately below.

Encumbrance Accounting: Encumbrance accounting is used for budgetary control purposes only. In the financial statements encumbrances are recorded only in the balance sheet as a reservation of fund balance for subsequent year expenditure except for those long-term commitments which rely significantly on future resources as discussed in Note 13.

Grant Expenditure and Liability Recognition

Grants are contributions of cash or other assets by the state to other governmental units, individuals or to nongovernmental organizations. The GAAP requirement that expenditures and liabilities are recognized at the point goods and services are received is not relevant for grants because the state does not receive a direct service for grant payments. It is therefore necessary to use different criteria for the recognition of grant expenditures and liabilities.

Grants are normally paid on an entitlement basis or a reimbursement basis. Reimbursements can be for specific services provided to specific eligible recipients or such reimbursements can be for eligible types of expenditures. Grants paid on a reimbursement basis are recognized as expenditures and liabilities in the year in which the grantee incurs the costs of specific services to eligible recipients or makes eligible types of expenditures. Entitlement type grants may be based on services provided by the grantee which the grant is meant to help fund, but not based on the cost of providing the service. Expenditures and related liabilities for these types of entitlement grants are recognized as the service is provided if the amount owed is reasonably estimable soon after the end of the fiscal year. Other types of entitlement type grants are not based on services provided or actions taken by the grantee. Expenditures and related liabilities for these types of grants are recognized in the fiscal year in which the resources were appropriated.

2. BUDGETING AND BUDGETARY CONTROL

Minnesota operates on a two-year (biennial) budget cycle, ending on June 30 of the odd-numbered years. State law requires appropriation for expenditures from the General Fund and three special revenue funds - Trunk Highway, State Airports and Game and Fish Funds.

All state expenditures in these funds are made pursuant to the appropriations in the biennial budget, as amended by subsequent legislative appropriation actions. During fiscal year 1983, $76,276,000 in deficiency appropriations were provided for the General Fund; of this amount, $71,284,000 was for welfare programs. In addition certain appropriations are subject to adjustment by management in state agencies. This adjustment is limited to transferring between appropriations within an agency upon notification to the Governor and legislative leadership. In no case did expenditures exceed appropriations, as adjusted. For most appropriations unencumbered balances at year end cancel; for specified others, such balances may carryforward to the subsequent year. The budget and the state's accounting system are maintained essentially on a cash basis with the exception that at year end encumbered amounts are included in expenditures for budgetary reporting.

Statements comparing budgeted revenues and expenditures with actual results on the budget basis are provided for the General Fund only (see Note 24). Budgetary statements, as required by GAAP, have not been presented for those special revenue funds having legally adopted budgets. Budgetary data for these funds, as reported in the accounting system, does not accurately reflect the budgetary data upon which appropriations are based. It is therefore not feasible to make comparisons of original appropriated budgets with actual results.

3. CASH, INVESTMENTS AND ACCRUED INVESTMENT INCOME

Where Minnesota Statutes provide, an individual fund's cash is separately invested through the State Board of Investment. All cash in the state treasury not invested by individual funds is pooled and invested as the State Treasurer's "Invested Treasurer's Cash" (ITC). The ITC is available to pay operating expenses and transfers and to relieve cash deficiencies in the General Fund to the extent allowable under Minnesota Statutes Section 16A.671. All investment earnings of ITC except those on balances in the Game and Fish Fund are credited to the General Fund pursuant to Minnesota Statutes Section 11A.20. Earnings for the Game and Fish Fund, a special revenue fund, are being credited to that fund. Investment earnings credited to the General Fund from ITC in fiscal year 1983 were $37,635,923. A schedule of the cash balances available for investment in ITC at June 30, 1983 is presented below. Because some funds have cash outside of the state treasury, the cash available for ITC may differ from the cash balances indicated on the balance sheets.

Invested Treasurer's Cash
June 30, 1983
(000's Omitted)

Fund Types	Cash Balance
General Fund	$189,474
Special Revenue Funds	59,084
Capital Projects Funds	21,259
Trust and Agency Funds	159,123
Enterprise Funds	1,234
Internal Service Funds	2,066
Total Cash Balances	432,240
Uninvested Cash	(16,253)
ITC Investment	$415,987

Nearly all funds value equity securities at cost and debt securities at amortized cost. Some fiduciary type funds are an exception to the above, valuing investments at market. Except for the fiduciary fund types scheduled below, the cost of investments approximates market value.

Schedule of Cost and Market Values of Investments
June 30, 1983

	Cost	Market
Investment Trust Funds	$ 1,921,194,000	$ 2,069,055,000
Defined Benefit Pension Funds	2,890,163,000	3,156,475,000
Nonexpendable Trust Funds	316,903,000	295,569,000

Market values of equity securities held by defined benefit pension funds recovered sufficiently during fiscal year 1983 to more than offset the unrealized market losses reported at June 30, 1982. Accordingly, these losses are no longer reported as valuation accounts on the balance sheets and the corresponding recoveries are shown as additions to net income on the Statement of Revenues, Expenses, and Changes in Fund Balances.

Certain U.S. government and government agency securities are loaned out to banks and brokers to generate additional income of 0.5%. Collateral pledged in the amount of 105% of the market value of securities loaned is required. Securities loaned and collateral pledged as of June 30, 1983 were as follows:

	Cost of Securities Loaned	Market Value of Securities Pledged as Collateral
Governmental Fund Type:		
Debt Service Fund	$ 13,165,000	$ 14,115,000
Special Revenue Funds	3,000,000	3,175,000
Proprietary Fund Type:		
Enterprise Funds	11,700,000	12,175,000
Fiduciary Fund Type:		
Pension Trust Funds:		
Defined Benefit Funds	178,200,000	182,000,000
Investment Trust Funds	137,900,000	146,545,000
Nonexpendable Trust Funds	34,150,000	36,435,000
Expendable Trust Funds	27,700,000	28,430,000
Total	$ 405,815,000	$ 422,875,000

4. LOANS RECEIVABLE

Loans Receivable are stated net of allowances for loan losses except where the loans are adequately secured or the allowance is not estimable.

Loans of the Minnesota Housing Finance Agency are principally secured by first mortgages or insurance. Guaranteed student loans are guaranteed by the Higher Education Assistance Foundation and reinsured by the federal government. Financing leases of the Minnesota Higher Education Facilities Authority are secured by ownership of constructed facilities.

It has not been practicable to estimate future loan losses for several types of loans. Loans to school districts by the Maximum Effort School Loan Fund are repaid from district tax levies which cannot exceed a formula based ceiling. Minnesota Statutes, Chapter 124 which authorizes these loans, specifies that interest defaulted because of the tax ceiling be capitalized as loan principal. Loan principal not repaid in thirty years will be forgiven. Loan losses are not estimable because the economic factors which modify a school district's tax base are not predictable over the period of time for loan repayment.

College student loans are loans made by the State University Student Activity Fund and the Community College All College Funds (agency type funds). These loans are net of allowances for loan losses of $1,280,859 and $427,261 respectively.

A schedule of the types of loans included in the statements follows. The Medical and Osteopathy Student Loan amount includes $331,390 of loans classified as a restricted asset. Financing leases of the Higher Education Facilities Authority have been accounted for as direct financing leases but have been classified as loans receivable in this report because of their similarities.

Minnesota Housing Finance Agency Loans	$ 973,372,000
Government Guaranteed Student Loans	242,726,345
Medical and Osteopathy Student Loans	3,101,824
Higher Education Financing Leases	54,540,561
Maximum Effort School Loans	48,258,961
Family Farm Loans	6,545,507
College Student Loans	27,394,840
Other	10,650,356
Total Loans Receivable	$1,366,590,394

5. INVENTORIES

The inventories of the Trunk Highway Fund (a special revenue fund) with a balance of $12,862,992 as of June 30, 1983 are valued using the weighted-average method. Inventories in other funds are valued by various methods.

6. EQUITY IN INVESTMENT FUNDS

Equity in investment funds is the participation of the various defined benefit and defined contribution pension funds (fiduciary funds) in the investment trust funds (also fiduciary funds). Consistent with fund accounting principles, the state records the aggregate defined benefit and defined contribution pension fund resources invested in the appropriate investment trust funds, with the corresponding equity interest recorded in the respective defined benefit and defined contribution pension funds. Accordingly, when various analytical comparisons are being made the combined net assets of all pension trust funds must be adjusted to eliminate the effects of this method of presentation.

7. FIXED ASSETS AND REAL PROPERTY

Fixed assets reported in the proprietary and fiduciary funds are valued at historical cost less accumulated depreciation or amortization on the straight-line method over the useful life of the asset. Included in fixed assets are equipment, land, buildings, and improvements to owned assets and leaseholds. Permanent School Fund land, totaling 2,516,777 acres, is valued at the approximate market value at time of acquisition. A major portion of the fixed assets of the Zoo Monorail Fund reported in the Enterprise Activities Fund may be subject to repossession by creditors as a result of default on the installment purchase contract. (See Note 12.)

8. RESTRICTED ASSETS AND LIABILITIES PAYABLE FROM RESTRICTED ASSETS

Mandatory asset segregations within funds are presented in various enterprise funds as restricted assets. Restricted assets are composed of cash, investments and in some cases the current portion of loans receivable and deposits with the Debt Service Fund. Such segregations are required by bond covenants and other external restrictions. Current liabilities to be paid from these assets are classified as payable from restricted assets. Additional current bond related liabilities will be paid from unrestricted current assets. The excess of restricted assets over liabilities payable from restricted assets will be used first for any long-term obligation. The remainder, if any, is a reservation of retained earnings in accordance with debt requirements. Detail of these restricted assets follows.

Restricted Assets and Related Liabilities
(000's omitted)

Restricted Assets:	
Cash	$ 2,967
Investments	308,243
Loans Receivable (Current)	331
Deposits in the Debt Service Fund	9,798
Total Restricted Assets	$321,339
Liabilities Payable from Restricted Assets:	
Accounts Payable	$ 2,611
Revenue Bonds Payable	90,648
Revenue Bonds Interest Payable	49,045
General Obligation Bonds Payable	5,595
General Obligation Bonds Interest Payable	887
Other	463
Total Current Liabilities	$149,249
Revenue Bonds Payable (Noncurrent)	$148,257
Total Liabilities Payable from Restricted Assets	$297,506
Restricted Fund Equities:	
Reserved per Debt Requirement	$ 23,833
Total Liabilities Payable from Restricted Assets and Reserved Fund	$321,339

9. DEFERRED COSTS

The composition of the deferred costs is scheduled below (000's omitted):

	Enterprise Fund	Fiduciary Fund Types			
Type	MHFA Programs Fund	Defined Benefit Pension Funds	Non expendable Trust Fund	All Others	Total
Loan Origination (Net)	$ 1,095	$ -	$ -	$ -	$ 1,095
Bond Issuance (Net)	21,484		-	613	22,097
Debt Extinguishment (Net)	3,540	-	-	-	3,540
Unamortized Bond Losses	-	65,675	12,975	-	78,650
Prepaid Expenses	-		-	539	539
Total	$26,119	$65,675	$12,975	$1,152	$105,921

10. GENERAL LONG-TERM OBLIGATIONS

General Obligation Bonds Payable

The state constitution provides that when the full faith and credit of the state has been pledged for the payment of bonds, the State Auditor shall levy each year on all taxable property within the state a tax sufficient with the balance then on hand in the fund to pay all principal and interest on bonds issued under the section and due in the next 20 months. It also requires that the legislature appropriate funds to the Debt Service Fund. The amount of money actually received and on hand pursuant to appropriations prior to the levy of the tax in any year is used to reduce the amount of tax otherwise levied.

Minnesota Statutes provide that in order to reduce the amount of taxes otherwise required to be levied, there is to be appropriated annually to the Debt Service Fund from the various governmental funds in the state treasury such sums of money sufficient when added to the balance on hand in the fund to pay all principal and interest due within the next 20 months on state general obligation bonds.

In fiscal year 1983 the Department of Finance made the necessary transfers to the Debt Service Fund as follows:

General Fund	$110,250,568
Special Revenue Funds	
Miscellaneous Special Revenue Fund	203,200
Game and Fish Fund	82,031
Trunk Highway Fund	8,560,414
Employment Services Administration Fund	187,130
Building Fund	2,922,902
Total Operating Transfers to Debt Service Fund	$122,206,245

The amount shown in the Debt Service Fund as reserved per debt requirements differs from that shown in the General Long-Term Obligation Account Group as Amount Available in Debt Service Fund because the Debt Service Fund amount includes both principal and interest on general obligation bonds while the General Long-Term Obligation Account Group includes only the amount of principal.

Several issues of general obligation bonds are recorded as liabilities of enterprise funds (The Maximum Effort School Loan Fund and the State University Board Revenue Bond Fund) when the earnings of these funds are pledged for repayment of bonds. These funds make debt service transfers fulfilling the legal requirements for general obligation debt service. Debt service transfers and the earnings on them are reported as restricted assets (see Note 8) in the enterprise funds and as funds held in trust in the Debt Service Fund. The General Fund remains secondarily liable as further explained in Note 15.

During fiscal year 1983 $60,000,000 in general obligation bonds were sold and $73,839,000 in general obligation bond principal was repaid. A schedule of general obligation bonds authorized, issued and unissued is provided as follows (000's omitted).

Purpose	Amount Authorized	Amount Issued	Unissued
State Building	$ 417,875	$122,740	$295,135
Trunk Highway	106,000	31,000	75,000
State Transportation	163,500	71,100	92,400
Waste Management	15,000	2,800	12,200
Water Pollution Control	144,000	116,100	27,900
University Hospital	190,000	-	190,000
Municipal Aid	20,000	-	20,000
Total	$1,056,375	$343,740	$712,635

The schedule on the top of the next page is the general obligation bond principal payable from governmental funds for the next 5 years.

Fiscal Year	Amount
1984	$ 72,780,000
1985	70,615,000
1986	67,715,000
1987	67,570,000
1988	67,700,000
Thereafter	541,740,000
Total	$888,120,000

Loans Payable

Loans payable at June 30, 1983 is for one loan from the City of Minneapolis. The liability was reduced by $394,000 for payments made during fiscal year 1983.

Loans payable at July 1, 1982 as previously reported also included loans payable to the federal government under provisions of the Federal Unemployment Tax Act. The Unemployment Compensation Fund from which these loans were payable was classified as a special revenue fund at June 30, 1982. It has since been more properly reclassified as an expendable trust fund and the related loans payable are included as a liability for that fund. (See Note 22).

Capital Leases

Capital leases payable are for those leases meeting the criteria in NCGA, Statement 5, Accounting and Financial Reporting Principles for Lease Agreements of State and Local Governments. During fiscal year 1983 capital leases payable were increased by $2,673,297 for new leases and decreased by $347,242 for lease payments made.

Revenue Refunds Payable

Several mining companies overpaid taconite occupation taxes from 1971 through 1982. The refunds owed the companies are estimated at $24,531,698 at June 30, 1983, including interest on the unpaid balance. The refunds plus interest thereon are currently being repaid through credits to sales and occupation taxes owed by the mining companies involved. During fiscal year 1983 interest at 6% on the amounts owed increased this obligation by $827,829. Credits to sales and occupation taxes totaling $6,296,131 decreased the liability.

Grants and Subsidies Payable

Various grants and subsidy payments are based on data for one fiscal year but are paid from resources of the subsequent year. Where the payment is based on services or actions completed by the recipient as of June 30, 1983 we have determined that a long-term liability exists. This is a departure from past practice when such subsequent year payments were not recognized as liabilities. Liabilities totaling $175,181,903 for such grants and subsidies are recognized for the first time at June 30, 1983. This amount includes $164,054,830 in final payments for school aids for fiscal year 1983, payable in October, 1983. The remainder is for tuition reciprocity owed to surrounding states for the school year ended June 30, 1983 and for reimbursements to counties for property taxes lost as the state took over certain previously taxable property. Other aids paid to individuals in August through October for property tax relief are not recognized as liabilities at June 30. Some of these aids were, in previous years, paid before June 30, but were permanently rescheduled to after June 30. The amount of such aids scheduled for payment in fiscal year 1984 is $157 million. Because of the nature of these payments, ie, to provide relief against property taxes levied by local governments as opposed to being paid based on services or actions, these aids are not considered a liability until the year they are required to be paid.

Sources for Repayment of General Long-Term Obligations

The resources to repay the various general long-term obligations have or will be provided from the fund type as scheduled below (in thousands).

Obligation	General Fund	Special Revenue Funds	Total
Bonds	$ 834,565	$ 53,555	$ 888,120
Loans		4,230	4,230
Capital Leases	3,409	132	3,541
Revenue Refunds	24,532		24,532
Grants and Subsidies	175,182		175,182
Total	$1,037,688	$ 57,917	$1,095,605

11. LONG-TERM OBLIGATIONS - ENTERPRISE FUNDS' BONDS PAYABLE

The agencies listed below have the authority to, and have issued, bonds which are not general obligations of the state but are payable solely from the rentals, revenues and other income, charges and monies as were pledged for repayment. Premiums and discounts on revenue bonds are amortized using the interest method over the life of the bonds to which they relate.

The Minnesota Housing Finance Agency (MHFA) is authorized by Minnesota Statutes Sections 462A.08-.14 to issue its bonds and notes in amounts such that the principal amount outstanding at any time does not exceed:

- $225,000,000 issued for the purpose of providing funds for rehabilitation loans, or refunding bonds or notes issued for this purpose; plus,

- $1,325,000,000 issued for other purposes specified in Section 462A.08 which include: (i) participating in the making of construction loans and eligible mortgage loans to sponsors of residential housing for families of low and moderate income, and (ii) purchasing eligible securities, the proceeds of which will be used for residential housing for families of low and moderate income.

The Minnesota Higher Education Coordinating Board (MHECB) is authorized by Minnesota Statutes Sections 136A.171-.175 to issue revenue bonds and notes to finance guaranteed loans for students attending eligible post secondary educational institutions. The amount of such bonds outstanding at any one time, not including refunded bonds or otherwise defeased or discharged bonds, may not exceed $550,000,000.

The Minnesota Higher Education Facilities Authority (MHEFA) is authorized by Minnesota Statutes Sections 136A.32-.34 to issue revenue bonds to finance the acquisition, construction and remodeling of college buildings and structures to be used for nonsectarian educational purposes, and to refinance facilities of this type. The amount of such bonds outstanding at any time may not exceed $150,000,000. Each issue is payable solely from and secured by a first lien on the revenues of the project financed, reserve funds and the guarantee of the institution for which the project is financed.

The Minnesota State University Board (MSUB) is authorized by Minnesota Statutes Section 136.41 to issue revenue bonds in the principal amount of $52,800,000 to finance the acquisition, construction and remodeling of college buildings for residence hall, student union and food service purposes. All of such bonds have been issued and are payable solely from and secured by an irrevocable pledge of revenues to be derived from the operation of the buildings financed and from fees imposed upon student activities, student facilities or other sources.

In addition, general obligation bonds have been issued for the Maximum Effort School Loan Fund (MESL) and MSUB, both enterprise funds. The liabilities for these bonds are recorded in the related funds. The earnings of the funds are pledged for the repayment of the general obligation bonds and any revenue bonds sold for the same purpose. The General Fund remains secondarily liable for repayment of these bonds. (See Note 15.) At June 30, 1983, the total of such general obligation bonds issued and outstanding was $15,210,000 for MSUB and $33,680,000 for MESL; $6,225,000 of MESL bonds were authorized but unissued.

Enterprise Fund Bonded Debt
Outstanding Debt and Five-Year Principal Requirements
June 30, 1983
(000's omitted)

	Revenue Bonds				General Obligation Bonds	
	MHFA	MHECB	MHEFA	MSUB	MSUB	MESL
1984	$ 36,755	$ 66,600	$ 9,535	$ 1,500	$ 520	$ 5,075
1985	38,125	109,220	2,290	1,565	540	3,325
1986	38,790	20,000	2,480	1,605	555	3,275
1987	38,650	21,500	2,695	1,655	580	2,375
1988	37,795	21,000	12,275	1,700	600	2,475
Thereafter	1,003,198	83,100	53,695	24,047	12,415	17,155
Total	$1,193,313	$321,420	$82,970	$32,072	$15,210	$33,680

12. LONG-TERM OBLIGATIONS - OTHER

The outstanding balance of loans received under the provisions of the Federal Unemployment Tax Act as of June 30, 1983 was $379,133,579, including $10,375,093 in interest accrued at a rate of 10 percent per annum. This indebtedness, which in prior years had been included in the General Long-Term Obligation Account Group, is now included with the Unemployment Compensation Fund, a fiduciary fund.

Because of a lack of current actuarial valuations, the unfunded liabilities of the Legislative Retirement Plan and the Elective State Officers Plan could not be determined. As a result, these plans could not be properly reported. Instead, since the General Fund is the source of funding for both plans, the accumulated employee contributions have been added to the General Fund's assets and the same amount added to the liabilities.

The Zoo Monorail Fund, a part of the Enterprise Activities Fund, is in arrears on its scheduled installment contract payments since April, 1980. In May, 1980 the investors/assignees of the installment contract exercised their right to declare the entire principal of the contract due and payable and charge interest of 8% per annum on unpaid principal. At June 30, 1983 the Zoo Monorail Fund owed $1,614,000 of interest and $8,413,000 of principal on the installment purchase contract.

13. LONG-TERM COMMITMENTS

Long-term commitments, consisting of grant agreement, construction and other contracts, in the following amounts, were outstanding as of June 30, 1983:

Capital Projects Funds:	
General Project Fund	$ 652,819
Transportation Fund	116,934,717
Building Fund	73,762,471
Special Revenue Funds:	
Trunk Highway Fund	$127,094,119
Miscellaneous Special Revenue Fund	14,274,046
Total	$332,718,172

These commitments will be partially funded by current reserves for long-term commitments with the remaining resources provided by future bond proceeds, mining tax revenues and federal grants.

14. CONTINGENT LIABILITIES - LITIGATION

Payment of tort claims against the State is made from funds appropriated by the Minnesota Legislature for that purpose. For the fiscal year ending June 30, 1982, the appropriation was $850,000 and payments were $385,916. For the fiscal year ending June 30, 1983, the appropriation was $850,000 and payments were $182,844. The appropriation for the fiscal year ending June 30, 1984, is $1,075,000. In the 1983 session, the legislature raised the maximum limits of liability for tort claims from $100,000 to $200,000 for any individual claim and from $500,000 to $600,000 for any number of claims arising out of a single occurrence. The new limits do not take effect until August 1, 1984, after which date higher payouts are to be expected.

The State, its officers and employees, are defendants in numerous lawsuits. The following cases have been noted because an adverse decision could result in expenditures of state monies in excess of current levels.

1. Taconite Occupation Tax Cases (U.S. Supreme Court). Minnesota's taconite mining companies commenced actions seeking a refund of occupation taxes paid in 1975 and subsequent years for production in 1974 and subsequent years. The companies claim that occupation taxes exceed statutory and constitutional limits. In a test case the Minnesota Supreme Court upheld the State's position regarding the applicable limitations. The mining companies will be petitioning the U.S. Supreme Court for review. A decision is not expected until 1984. Occupation taxes collected in 1975 through 1984 (estimate) will total $124.95 million. The claimed refund, less adjustments already recognized by the Department of Revenue, is approximately $49.5 million. Any liability would affect the General Fund.

2. Taconite Production Tax Cases (Minnesota Tax Courts). Minnesota's taconite companies have commenced actions in the Minnesota Tax Court seeking the elimination of the taconite production tax and a refund of such taxes paid for 1975 and subsequent years. Plaintiffs allege that the production taxes are excise taxes subject to and in excess of statutory limits and are, therefore, unlawful. The cases raise issues related to the Iron Ore Occupation Tax Cases discussed above. No trial or briefing schedule has yet been set. The amount of production taxes collected for production in years 1975 through 1983 is $600.8 million. Approximately 99 percent is redistributed to local government units. Any liability arising out of a decision against the State may impact the General Fund, the Northeast Minnesota Economic Protection Fund (a fiduciary fund), the Taconite Area Environmental Protection Fund (part of the Miscellaneous Special Revenue Fund) and local government funds.

3. AFSCME Councils 6, 14, 65 and 96 AFL-CIO v. Barbara Sundquist, Commissioner of Employee Relations, Allan Rudell, Commissioner of Finance and the State of Minnesota (Minnesota Supreme Court). To ensure that public employees pension funds remain actuarially sound, in December 1982 the legislature enacted a requirement that public employees contribute to the fund two percent of their gross earnings, over a one-year period, in addition to the four percent contribution previously required. Unions representing public employees immediately filed this action, alleging that the required additional contribution constitutes a unilateral reduction in pay impermissible under existing union contracts. The Minnesota Supreme Court affirmed the District Court's ruling in favor of the State. Petitions for reconsideration and rehearing are now under consideration. A decision adverse to the State would affect the General Fund.

4. Erie Mining Company and Hibbing Taconite Co. (Minnesota Supreme Court). These two companies are contesting the constitutional validity of Minnesota Statutes 298.24, subd. 1(c) (Supp. 1977). This statute provides for calculation of the taconite production tax on either the current year's production or the average production of the current and two previous years, whichever is higher. The mining companies won a partial victory in Tax Court ($37.6 million, including taxes on 1983 production), from which both parties appealed. Appellate briefs have been filed and a decision is expected in early 1984. If the plaintiffs prevail, the amount of refunds for taxes paid on taconite produced in years 1977 through 1983 could theoretically approach $200 million if other taconite companies, not parties to this specific action, sought to recover under a decision favorable to these plaintiffs. However, a successful claim by the companies would serve to effect a reduction, equal in amount to their recovery in this matter, in the potential liability noted in No. 2 hereinabove, the Taconite Production Tax cases. Refunds would be in the form of credits against current tax liability. The amount of future revenues which an adverse decision will affect has not been determined. Any liability arising out of a decision against the State may impact the General Fund and local government funds on the Iron Range receiving distributions from the production tax.

5. United States Fire Ins. Co. v. Smith, Barney, Harris, Upham & Co., et al. (United States District Court, District of Minnesota). The Minnesota State Zoological Board is named as a third-party defendant in this action by monorail investors for damages against the construction underwriters and bond counsel. An appeal has been filed with the U.S. Court of Appeals, Eighth Circuit, from the lower court's decision granting the State's motion dismissing the State from the case. The General Fund and the Zoo Monorail Fund (an enterprise fund) may be impacted by any liability arising from an adverse decision.

No opinion is expressed concerning the possible outcome of any of the above cases. Additionally, the State's policy is to address the specific impact of judgments against the State after a final judicial decision is rendered.

15. CONTINGENT LIABILITIES - OTHER

Municipal Debt Service

Under Minnesota Statutes Section 475A.03, Municipal Debt Sevice Aid Law, the state is contingently liable as guarantor for outstanding bonds on June 30, 1983 totaling $7,728,414. Statutory provisions allow defaults to first be charged to funds deposited in the Miscellaneous Agency Fund, an agency fund, until depleted, then to the General Fund with subsequent reimbursement to be made from the proceeds of general obligation bonds to be sold.

Family Farm Security Loans

Under Minnesota Statutes Section 41.56, the Family Farm Security Loan Program, the state is contingently liable for 90% of the balance of the outstanding loans. As of June 30, 1983 the total initial loan amounts of the outstanding loans was $64,605,528. All loans are secured by mortgages on real property. In the event of default, proceeds from the sale of foreclosed property are first applied to the unpaid balance, any remaining debt is then charged to a dedicated portion of the Miscellaneous Special Revenue Fund (a special revenue fund). Of the loans guaranteed, to date only two have resulted in a charge-off of $66,000; an additional five loans are presently in default.

Maximum Effort School Loans

General obligation bonds payable in the amount of $33,680,000 are recorded in the Maximum Effort School Loan Fund (an enterprise fund) but rely upon General Fund resources for funding of debt service requirements if the amounts available in the Maximum Effort School Loan Fund are insufficient. During fiscal year 1983 debt service requirements of $4,558,585 were funded by the General Fund.

Pension Trust Funds

Unfunded liabilities of the pension trust funds, a fiduciary fund type, for which the state may be contingently liable, can be divided into three groups: those pension trust funds primarily for state employees; those funds for public employees where the state currently assumes the employers share of retirement contributions; and, those pension trust funds where the state is funding a portion of the unfunded liability (in the case of Local Police and Fire Funds only the unfunded liability as of 12-31-78). The pension trust funds involved, the year end for which the most current data is available and the unfunded liabilities are provided below:

State Employee Funds:		
State Employees Retirement Fund	6-30-82	$ 255,257,747
Highway Patrolmens Retirement Fund	6-30-82	43,272,286
Judges Retirement Fund	6-30-82	26,476,726
Funds for Which State Pays Employers Contribution:		
Teachers Retirement Fund	6-30-83	$1,488,684,825
Minneapolis Teachers Retirement Fund	12-31-82	260,908,720
St. Paul Teachers Retirement Fund	12-31-82	137,084,413
Duluth Teachers Retirement Fund	6-30-82	19,564,105
Funds for Which State Assumes a Portion of the Unfunded Liability:		
Minneapolis Employees Retirement Fund	6-30-83	$217,770,336
Local Police and Fire Funds	12-31-78	122,800,000

The unfunded liabilities for other pension trust funds for which the state has custodial responsibility, but for which the state is not contingently liable, were as follows:

Public Employees Retirement Fund	6-30-83	$401,518,619
Police and Fire Fund	6-30-83	740,409

All of the above unfunded liabilities were computed using the entry age normal cost (level normal cost) method, and assuming a 5 percent interest rate and a 3 1/2 percent annual salary growth rate. Additional annual contributions are provided to reduce the current unfunded liabilities. It has been the intent of the Legislature, in establishing contribution rates, to provide sufficient resources to retire, or fully fund, the above liabilities by June 30, 2009.

The net assets available at June 30 for funding of the various state employee retirement funds' total pension liabilities were as follows (in thousands):

	1982	1983
State Employees Retirement Fund	$772,577,000	$904,388,000
Highway Patrolmen's Retirement Fund	67,008,000	78,823,000
Judges Retirement Fund	8,740,000	11,049,000

Changes in both employee and employer contribution rates during fiscal year 1983 (see Note 21) may result in significant changes in the ratios of net assets to total liabilities for these funds.

Potential Employee Claims for Compensated Absences

Most state employees may accumulate vacation leave to a maximum of 240 working hours or 30 days and all such leave must be liquidated at termination. Employees who are separated after 20 years of state service, or by reason of death, retirement, or layoff (excluding seasonal) are entitled to a portion of the employee's accumulated but unused sick leave.

The cost of vacation and sick leave is charged against agency appropriations when leave is used rather than when leave is earned. GAAP requires the recognition of compensated absences for proprietary funds and beginning in fiscal year 1984, for governmental and similar funds.

16. CONTRIBUTED CAPITAL

Contributed capital of the enterprise and internal service funds consists of monies or capital assets from, or financed primarily by, General Fund resources.

17. RETAINED EARNINGS

Reserved retained earnings are portions of fund equity legally segregated for specific uses. Retained earnings reserved per state law are funds appropriated to the Minnesota Housing Finance Agency Fund (an enterprise fund).

18. FUND BALANCES

The reserved portion of the fund balances indicates that a portion of the fund balance is not available for appropriation or is legally segregated for a specific future use.

The unreserved portion of the fund balance consists of designated fund balances indicating tentative managerial plans for future use of resources; and undesignated fund balances indicating those unreserved financial resources not dedicated in any manner.

19. RESIDUAL EQUITY TRANSFERS

During fiscal year 1983 when projected revenue shortfalls indicated a budgetary deficit for the General Fund, certain measures were taken to increase resources. One measure taken by the Legislature was to require transfers to the General Fund from those funds, for which the General Fund had provided resources in the past, which had not been used and were not currently needed. Of the $20,303,733 in net residual equity transfers to the General Fund, $20,193,409 was the result of such legislative action.

20. FUND BALANCES - DEFICITS

General Fund

Minnesota law requires a balanced budget for the two-year budget period. Fiscal year 1983 was the last year of the current budget cycle and on a budgetary accounting basis, this requirement was met with an undesignated fund balance of $45,800,000 on the budgetary basis. Deficits calculated on the GAAP basis will be funded from resources of the subsequent years.

The budget basis fund balance resulting from accounting and reporting practices used to determine the state's official surplus or deficit in the General Fund differs from the GAAP basis fund balance by the following:

Reconciliation-Budgetary to GAAP Basis
(in thousands)

General Fund Undesignated Fund Balance June 30, 1983 - Budgetary Basis	$ 45,755
Effect of recognition of revenues, transfers, and advances for accrual purposes:	
Taxes Receivable	10,273
Public Welfare Receivable	7,698
Deferred Revenue	(23,625)
Other	174
Effect of recognition of liabilities for accrual purposes:	
Medical Assistance	(38,299)
Police and Fire Aid	(22,013)
Community Social Service Grants	(13,376)
Other	1,141
General Fund Undesignated Fund Balance June 30, 1983 - GAAP Basis	$(32,272)

Special Workers Compensation Fund

This fund provides supplementary workers compensation to workers whose injury or disability meets certain requirements. For the most part, payments from the fund are reimbursements to insurance companies for payments to eligible injured workers. Funding for these reimbursements comes from an assessment on insurers and self-insurers. The deficit will eventually be eliminated through increases in the assessment rate.

Unemployment Compensation Fund

As a result of declines in economic activity over the past years, the unemployment taxes collected have been insufficient to fully fund the payments for unemployment benefits, therefore causing a deficit fund balance. This deficit may be eliminated when economic conditions have sufficiently

21. PENSION TRUST FUNDS

Minnesota has a fiduciary responsibility for several retirement and investment trust funds. For other retirement funds, the state provides some funding and sets the employer and employee contribution rates. The several retirement funds are discussed below. The liability which the state assumes for any unfunded liabilities of the various funds has been included in Note 15.

Defined Benefit Funds

The defined benefit funds included in the financial statements include various statewide public employee groups. The administering organizations, funds managed, and employee groups covered are as follows:

Minnesota State Retirement System

The State Employees Retirement Fund includes the following three plans:

- Military Affairs Plan - covers certain employees of the Department of Military Affairs.
- Correctional Officers Plan - covers various security, rehabilitation, treatment, and supervisory personnel employed at the various state correctional facilities and the state security hospital.
- General Employees Plan - covers all other state employees not covered by other plans or funds.

The Highway Patrolmen's Retirement Fund covers highway patrol officers, crime bureau officers, and various conservation officers who perform enforcement duties.

The Judges Retirement Fund covers judges of the Supreme Court, district courts, county courts, probate courts, and various court referees.

Public Employees Retirement Association

The Public Employees Retirement Fund covers employees of various governmental subdivisions including counties, cities, towns, school districts, and certain related organizations.

The Police and Fire Fund covers persons employed as police officers or firefighters by governmental subdivisions.

Teachers Retirement Association

The Teachers Retirement Fund covers persons employed as teachers by the school districts or by the state, including the state universities and community colleges. Also included are supervisors, academic administrators, and librarians employed by the same organizations.

As of July 1, 1982, the statutory rates, expressed as a percentage of gross wages, used to compute the amounts of employee and employer contributions to the various funds were as follows:

	Statutory Contributions		
Minnesota State Retirement System	Employee	State	Governmental Subdivisions
State Employees Retirement Fund			
Military Affairs Plan	5.06%	6.64%	
Correctional Officers Plan	4.50%	8.07%	
General Employees Plan	3.46%	5.04%	
Highway Patrolmen's Retirement Fund (not covered by Social Security)	8.50%	21.00%	
Judges Retirement Fund	7.20%	-	
Public Employees Retirement Association			
Public Employees Retirement Fund			
Basic (not covered by Social Security)	8.00%		10.50%
Coordinated (covered by Social Security)	4.00%		5.50%
Police and Fire Fund	8.00%		12.00%
Teachers Retirement Association			
Teachers Retirement Fund			
Basic (not covered by Social Security)	8.50%	11.55%	
Coordinated (covered by Social Security)	4.50%	7.55%	

The above rates remained in effect until the legislature amended them by enacting Chapter 1 of the Third Special Session Laws of 1982. Effective for the first full payroll period beginning after December 28, 1982, the statutory rates for employees were increased by two percent and for employers were decreased by four percent. However, for the Public Employees Retirement Association (PERA) funds the rates for employees increased by two percent, but the rates for employers remained as they were. These retirement funds, however, were required under the provisions of Chapter 1, to transfer to the General Fund a portion of the employers' contributions equal to four percent of gross wages. The rates below remained in effect until completion of the last full payroll period in June, 1983, after which the rates reverted to those in effect July 1, 1982, as indicated above.

The temporary rates including the effects of Chapter 1, were as follows:

	Statutory Contributions		
Minnesota State Retirement System	Employee	State	Governmental Subdivisions
State Employees Retirement Fund			
Military Affairs Plan	7.33%	3.20%	
Correctional Officers Plan	6.89%	7.42%	
General Employees Plan	5.73%	1.60%	
Highway Patrolmen's Retirement Fund	10.50%	17.00%	
Judges Retirement Fund	9.20%	-	
Public Employees Retirement Association			
Public Employees Retirement Fund			
Basic (not covered by Social Security)	10.00%		10.50%
Coordinated (covered by Social Security)	6.00%		5.50%
Police and Fire Fund	10.00%		12.00%
Teachers Retirement Association			
Teachers Retirement Fund			
Basic (not covered by Social Security)	10.50%	7.55%	
Coordinated (covered by Social Security)	6.50%	3.55%	

Contributions received by each of the funds during fiscal year 1983 were as follows:

Minnesota State Retirement System	Employees	Employer	Total
State Employees Retirement Fund	$37,306,271	$29,137,018	$ 66,443,289
Highway Patrolmen's Retirement Fund	1,960,988	3,908,972	5,869,960
Judges Retirement Fund	527,418	2,536,737	3,064,155
Public Employees Retirement Association			
Public Employees Retirement Fund	$66,180,991	$74,004,816	$140,185,807
Police and Fire Fund	9,702,059	12,953,387	22,655,446
Teachers Retirement Association			
Teachers Retirement Fund	$70,486,064	$64,941,870	$135,427,934

Defined Contribution Funds

The defined contribution funds included in the financial statements include various statewide public employee retirement funds for which the benefits to be received are limited to any annuity which can be purchased with the combined contributions of both the employee and employer. The administering organizations, funds managed, and employee groups covered are as follows:

Minnesota State Retirement System

The Unclassified Employees Retirement Fund covers only those state employees who are included either by statute or Department of Employee Relations policy in the "unclassified service" of the state.

The Deferred Compensation Fund covers all state employees who elect to participate, with a maximum contribution limit of 25 percent of gross income up to $7,500 annually.

Teachers Retirement Association

For the College Supplemental Retirement Fund, participation is mandatory for the unclassified teachers, librarians, administrators and certain other staff members who have been employed full-time for a minimum of two academic years and continue to be employed by a state university or community college.

The amounts contributed by either the employee or the employer to each of these funds varies according to the governing statutes or administrative rules and policies. Those contribution criteria are as follows:

Minnesota State Retirement System

For the Unclassified Employees Retirement Fund, employee contributions were at a rate of four percent with matching employer contributions of six percent until amended by the Third Special Session Laws of 1983, Chapter 1. The rates became six percent and two percent, respectively, for the period December 29, 1982 through June 29, 1983. Effective June 29, 1983, the rates reverted to their previous levels of four percent and six percent.

For the Deferred Compensation Fund, employee contributions are made on a voluntary basis at whatever rates deemed appropriate by the individual up to the previously noted maximums. Employers do not contribute to this fund.

Teachers Retirement Association

For the College Supplemental Retirement Fund, employee contributions are made at a rate of five percent of the individuals cumulative earnings between $6,000 and $15,000, commencing after the first $6,000 has been received in the fiscal year. Employers contribute an equal, matching amount.

Contributions received by each of the funds during fiscal year 1983 were as follows:

	Employee	Employer	Total
Minnesota State Retirement System			
Unclassified Employees Retirement Fund	$1,369,635	$1,095,102	$2,464,737
Deferred Compensation Fund	9,061,789	-	9,061,789
Teachers Retirement Association			
College Supplemental Retirement Fund	1,285,177	1,285,177	2,570,354

Investment Trust Funds

These funds are administered by the State Board of Investment and serve only as investment vehicles for various state and local retirement funds. "Schedules of Participation", indicating the amounts and the funds sharing in the equity of these investment funds have been provided in the financial statements. The Minnesota Supplemental Investment Fund, included in this grouping, is comprised of four investment accounts which in prior years were reported as separate funds. The Income Shares Account, included in this fund, is limited to a combination of debt and equity securities; the Growth Shares Account is invested only in corporate stocks, within specific limits; the Fixed Return Account is invested only in various debt obligations, and; the Bond Account is also only invested in debt obligations.

Other Pension Funds

There are several other public employee retirement funds for which the state provides some funding and sets the employer and employee contributions, but over which the state has no other operational control. Therefore these funds are not included in the reporting entity. These funds and the related unfunded liabilities are listed in Note 15.

22. ACCOUNTING AND REPORTING CHANGES

Accounting and reporting changes have been made to recognize the changes required by various NCGA statements and to conform more closely to generally accepted accounting principles. For some of the required accounting changes, the cumulative effect of such changes is included in net income for fiscal year 1983. Other of these changes require that fund equity and funds held in trust as of July 1, 1982 be restated to give retroactive effect to the changes in accounting and reporting.

Accounting changes requiring restatement of beginning fund equity include the following:

- The Special Workers Compensation Fund (a special reveue fund) previously recognized accounts payable based on an estimate of the liability for workers compensation claims received but unpaid. As a result of better accounting practices this liability can be now accurately determined. Accounts payable at June 30, 1982 was understated by $4,399,705. A prior period adjustment is provided to correct the fund balance as of July 1, 1982.

- The Computer Services Fund (an internal services fund) previoulsy reported fixed assets that upon re-evaluation were determined not to be owned by the fund. These fixed assets were originally reported as being purchased by the Computer Services Fund and leased to various agencies. Ownership of the assets has been transferred to those agencies and an accounts receivable has been established on the Computer Services Fund's statements. A prior period adjustment gives effect to this accounting change at July 1, 1982.

- The Telecommunications Fund (an internal service fund) previously reported fixed assets in the same manner as the Computer Services Fund, discussed above. The same accounting and reporting changes were made to be in accordance with GAAP. A prior period adjustment is provided to give effect to this accounting change at July 1, 1982.

Reporting changes requiring restatement of beginning equity balances include activities, previously reported, which were analyzed and reclassified to more appropriate fund types. These reclassifications include the following.

- The Historical Society Fund, previously reported as a special revenue fund, is not presented in the statements. Upon re-evaluation of the Historical Society, it was determined the state does not have the administrative control required by NCGA Statement 3. Grants to the Historical Society from the General Fund and the Federal Fund are reported as expenditures in those funds. Previously, such grants were reported as operating transfers.

- The Unemployment Compensation Fund, previously reported as a special revenue fund, was reclassified as an expendable trust fund. As a result of this change, $209,842,117 of federal loans payable was reclassified from the General Long-Term Obligation Account Group to the Unemployment Compensation Fund. Since the General Long-Term Obligation Account Group does not recognize interest payable, $273,889 of interest payable was also added to the fund.

As a result of the above two fund reclassifications, the beginning fund balances for the related fund types will not equal the ending fund balance for the fund types as previously reported. The beginning combining fund balance for the special revenue funds is $11,245,000 less than previously reported. Similarly for expendable trust funds, the beginning combining fund balance is $5,690,000 greater than previously reported.

Other reporting changes do not require the restatement of fund equity as of July 1, 1982 but are done to more closely conform to generally accepted accounting principals or are due to reclassifying a fund to a more appropriate fund type. These types of changes include the following.

- The Federal County Road and Bridge activity, previously reported as an agency fund is being reported as part of the Federal Fund, a special revenue fund.

- The General Long-Term Obligation Account Group is recognizing grant payments to school districts based on fiscal year 1983 data but paid from fiscal year 1984 resources. In previous years, these grant payments were not considered liabilities at year end. At June 30, 1982 the general long-term obligation for these grants was $104,284,630. At June 30, 1983 the amount is $175,181,903 for these grant liabilities paid from fiscal year 1984 resources. (See Note 10.)

23. STATEMENT OF CHANGES IN FINANCIAL POSITION

The Statement of Changes in Financial Position - All Proprietary Fund Types and Similar Trust Funds has been prepared on a basis of cash as the total of cash and investments. For this purpose, investments include short-term marketable securities (cash equivalents), long-term securities and shares held or participation in the net assets of investment trust funds. The enterprise funds on the Combined Balance Sheet include $331,390 of cash and investments which are reported as restricted assets.

24. BUDGET STATEMENTS - GENERAL FUND

The budget for revenues, expenditures, encumbrances and transfers of the General Fund begin with budgeted revenues, expenditures and transfers as appropriated as of July 1, 1982 by the 1981 and 1982 Legislatures.

Revenues, forecast as of the beginning of the fiscal year, are adjusted for the effects of revenue reforecasts (November 1982, January and April 1983) and tax law changes enacted and effective during fiscal year 1983. A summary of these adjustments is provided with the resulting adjusted revenue estimates used for comparison with actual revenues.

Because of the revenue shortfalls projected in the revenue reforecasts, fiscal year 1983 appropriations were reduced by a special legislative session and the regular 1983 legislative session as part of the budget balancing measures for fiscal year 1983. Appropriation reductions are summarized with the resulting adjusted budgeted expenditures used for comparison with actual expenditures and encumbrances. The adjusted expenditures do not give effect to deficiency appropriations provided (see Note 2) and negative variances for resource management and health and social services were covered by such deficiencies.

Because of the differences in bases of accounting, general fund actual revenues and transfers-in on the budgetary basis do not equal those on the GAAP basis in the Statement of Revenues, Expenditures and Changes in Fund Balance. This inequality results primarily from differences in the recognition of accruals, reimbursements, deferred revenue, intrafund transactions and loan repayments. A reconciliation of these differences follows.

General Fund Revenues and Transfers from Other Funds
Reconciliation of Budgetary Basis to GAAP Basis
June 30, 1983
(000's Omitted)

Total Net Revenues and Transfers from Other Funds - Budgetary Basis	$4,264,868
Accruals:	
Revenues	12,686
Revenue Refunds	(1,254)
Elimination of:	
Reimbursements	(67,239)
Intrafund Transactions	(62,365)
Deferred Revenue	(27,098)
Loan Repayments	(2,130)
Residual Equity Transfers	(20,629)
Other	(22)
Total Net Revenues and Transfers from Other Funds - GAAP Basis	$4,096,817

Actual expenditures, encumbrances and transfers-out for the general fund, on the budgetary basis differ from the GAAP basis on the Statement of Revenues, Expenditures and Changes in Fund Balance. This inequality results primarily from the fact that on the budgetary basis encumbrances are recognized as expenditures in the year encumbered while on the modified accrual basis those encumbrances for which goods or services have been received by June 30 are recognized as expenditures regardless of the year encumbered. In addition, there are differences in the recognition of accruals, reimbursements, intrafund transactions and loan transactions. A reconciliation of these differences follows.

Reconciliation of Expenditures, Encumbrances and
Transfers to Other Funds - Budgetary Basis to Expenditures and
Transfers to Other Funds - GAAP Basis
June 30, 1983
(000's Omitted)

Total Expenditures, Encumbrances and Transfers to Other Funds - Budgetary Basis	$3,605,731
Encumbrances:	
Current Year	(18,117)
Prior Year Expended in fiscal year 1983	16,397
Accruals (Net)	8,802
Elimination of:	
Reimbursements	(67,309)
Intrafund Transactions	(62,365)
Loan Transactions	(4,044)
Other	8,214
Total Expenditures and Transfers to Other Funds - GAAP Basis	$3,487,309

25. SUBSEQUENT EVENTS

- On August 1, 1983, $24,000,000 of general obligation trunk highway bonds and $65,000,000 of general obligation bonds, backed by the full faith and credit and taxing powers of the State of Minnesota, were sold. The $65,000,000 is comprised of the following:

  $52,100,000 in State Building Bonds
  $ 6,400,000 in State Transportation Bonds
  $ 6,000,000 in Water Pollution Control Bonds
  $ 500,000 in Waste Management Bonds

- To finance projected General Fund cash flow shortages in fiscal year 1984, three sources were used, totalling $500,000,000. On August 1, 1983, $200,000,000 in general obligation certificates of indebtedness (CIs) were sold. The certificates plus interest at 6% are payable on July 31, 1984. A second source is the sale of tax exempt commercial paper. On September 30, 1983 the maximum authorized, $270,000,000 was outstanding. The commercial paper is being issued with varying maturities and will be reissued at maturity until later in fiscal year 1984 when all such commercial paper will be redeemed and not reissued. The third source to finance projected cash flow shortages is a $30,000,000 advance on a revolving line of credit, payable with interest on July 31, 1984.

The Minnesota Housing Finance Agency issued revenue bonds as listed below.

$21,800,000	July 12, 1983
$45,000,000	August 3, 1983
$51,205,000	September 20, 1983
$30,000,000	October 5, 1983

The proceeds of these bond sales are to be used for various housing programs.

- The Minnesota Higher Education Facilities Authority issued revenue bonds on August 24, 1983 for $1,970,000 and October 27, 1983 for $18,520,000.

- The Minnesota Higher Education Coordinating Board Fund sold bonds twice since June 30, 1983. On September 1, 1983, $85,000 of revenue bonds were sold for the Medical and Osteopathy Student Loan Program. On December 2, 1983, $150,000,000 worth of 5 1/2 year maturity bonds were sold for the Guaranteed Student Loan Program.

- As required by the constitution and statute, transfers from the following funds were made on November 1, 1983 to the separately invested Debt Service Fund to cover principal and interest maturing through July 1, 1985.

General	$ 95,434,674
Trunk Highway	12,486,798
Game and Fish	47,485
Maximum Effort School Loan	2,570,159
Building	3,433,480
Employment Services Administration	185,315
Total Transfers to Debt Service	$114,157,911

- The Maximum Effort School Loan Fund did not have sufficient balance in its loan repayment account to make the total required debt service transfer on November 1. The Laws of 1981, Chapter 358, Article IX, appropriated funds to the Maximum Effort School Loan Fund from the General Fund for that purpose and $1.8 million was provided.

- As of October 31, 1983 the principal balance of loans payable from the Unemployment Compensation Fund (an expendable trust fund included in the fiduciary fund type) to the U.S. Department of Labor was $352,250,254. This balance includes all loan advances and repayments as of October 31, but only includes federal credits to noninterest bearing loan balances through August 31, 1983 and does not include interest to be accrued for the month of October at a rate yet to be determined.

COMBINING FINANCIAL STATEMENTS

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STATE OF MINNESOTA
OFFICE OF THE LEGISLATIVE AUDITOR
Veterans Service Building
St. Paul, Minnesota 55155

(612) 296-4708

Legislative Auditor

Members of the Legislature

The Honorable Rudy Perpich, Governor

Gordon M. Donhowe, Commissioner, Department of Finance

1. SCOPE OF AUDIT

We have examined the combining financial statements of the State of Minnesota as of and for the year ended June 30, 1983 as shown on pages 65 to 125. Our examination was made in accordance with generally accepted auditing standards, except as limited by and subject to the reliances explained in paragraph 2, and included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

> (Note: Individual fund audit opinions on the General Fund, Debt Service Fund, and General Long-Term Obligation Account Group are presented earlier in this report along with the combined financial statements.)

2. SCOPE LIMITATIONS AND RELIANCES

A. AUDIT COVERAGE OF INDIVIDUAL FUNDS -- Our examination was made for the purpose of forming an opinion on the combining financial statements taken as a whole for each fund type. Our auditing procedures were of sufficient scope for us to form a full scope audit opinion on certain individual funds within the combining financial statements. These individual funds are indicated in the opinion paragraph at the end of this audit report. The financial statements for all other individual funds have been subjected to the auditing procedures applied in the examination of the combining financial statements. However, the auditing procedures were not sufficient for us to form a full scope audit opinion on these individual funds. The audit report indicates whether these individual funds are fairly stated in all material respects in relation to the combining financial statements taken as a whole for each fund type.

2. SCOPE LIMITATIONS AND RELIANCES (con't)

B. LOCAL GOVERNMENT INFORMATION -- Our examination did not verify the accuracy of the information provided by local units of government. This information is used to calculate various educational and general government aids paid from the FEDERAL FUND, a Special Revenue Fund. Accordingly, we were unable to determine the effect, if any, that reliance on this data will have on the financial position of this fund.

C. RELIANCE ON ACTUARIAL CERTIFICATIONS -- Note 15 discusses the unfunded liability of the DEFINED BENEFIT PENSION FUNDS. These amounts are presented in accordance with reports certified by the consulting actuaries for the various funds. The actuarial calculations also affect participation in the POST RETIREMENT INVESTMENT FUND, an Investment Trust Fund.

D. INADEQUATE INVENTORY RECORDS -- The state did not maintain adequate inventory or fixed asset records for the CORRECTIONAL INDUSTRIES FUND, an Enterprise Fund. We were unable to determine the effects, if any, on the financial statements of this fund.

3. OMISSION OF REQUIRED FINANCIAL STATEMENTS

BUDGETARY COMPARATIVE STATEMENTS - SPECIAL REVENUE FUNDS -- Generally accepted accounting principles require budgetary comparative statements for the General Fund and Special Revenue Funds. These required statements are not presented for the SPECIAL REVENUE FUNDS, as explained in Note 2.

4. UNCERTAINTIES AND CONTINGENCIES

A. LITIGATION -- Note 14 discusses the taconite production tax lawsuits, which are pending. Production taxes totalling $48 million, including investment income, have been accumulated in the Northeast Minnesota Economic Protection Fund, an Expendable Trust Fund. Minnesota law stipulates that this money shall be held in trust until the year 2002, when it is to be used for designated purposes, or it may be expended earlier by special appropriation. However, an adverse decision in the production tax case may require repayment of these monies. Accordingly, we could not determine the effects, if any, that this lawsuit may have on the NORTHEAST MINNESOTA ECONOMIC PROTECTION FUND.

B. POTENTIALLY UNCOLLECTIBLE SCHOOL LOANS -- The Maximum Effort School Loan Fund, an Enterprise Fund, has $48.3 million of outstanding loans to school districts. There are, however, various legal provisions whereby certain school districts may not be required to repay their outstanding loans. Because of the uncertainty associated with the future collectibility of these loans, we were unable to determine the effects, if any, on the MAXIMUM EFFORT SCHOOL LOAN FUND.

4. UNCERTAINTIES AND CONTINGENCIES (con't)

C. POTENTIAL REPOSSESSION OF ZOO MONORAIL EQUIPMENT -- As discussed in Note 12, the Zoo Monorail Fund, which is a component of the Enterprise Activities Fund, has defaulted on the installment contract for purchase of the zoo monorail. The investors/assignees of the installment contract have various options following the default, including operating the monorail themselves or repossessing the monorail equipment. The investors/assignees have not exercised these options pending the outcome of litigation between the affected parties, as discussed in Note 14. A decision by the investors/assignees to exercise certain of the options available to them would effectively eliminate the $5 million of assets of the fund. Accordingly, we could not determine the effects, if any, on the ENTERPRISE ACTIVITIES FUND.

5. CLASSIFICATION PROBLEMS

STATE UNIVERSITY and COMMUNITY COLLEGE FUNDS -- As discussed in Note 1, the State University and Community College Systems administer certain programs and activities which are reported in the State University System - Student Activity Fund and Community College System - All College Fund, presented within the Agency Funds. These programs have not been fully analyzed to determine their proper fund type, although a material portion of the activities should more properly be reported in the SPECIAL REVENUE FUNDS.

6. SUPPLEMENTAL INFORMATION

A supplemental Statement of Changes in General Long-Term Obligations, relating to the General Long-Term Obligation Account Group, is presented in this financial report. Our examination of the account group was made for the purpose of forming an opinion on its basic financial statement. The supplemental statement is presented for the purpose of additional analysis and is not a required part of the basic financial statement. This statement has been subjected to the auditing procedures applied in the examination of the basic financial statement, and is subject to the same qualifications relating to the General Long-Term Obligation Account Group as cited in the opinion on the combined financial statements on page 18.

As listed in the table of contents, there are two supplemental schedules of general obligation debt relating to the General Long-Term Obligation Account Group and certain Enterprise Funds. Our examination of the account group and funds was made for the purpose of forming an opinion on their basic financial statements. The supplemental schedules are presented for the purposes of additional analysis and are not a required part of the basic financial statements. These schedules have been subjected to the auditing procedures applied in the examination of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements for the General Long-Term Obligation Account Group, the Maximum Effort School Loan Fund, and the State University Board Revenue Bond Fund.

OPINION AND/OR COMMENT PARAGRAPHS ON THE COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS

SPECIAL REVENUE FUNDS

In our opinion, EXCEPT FOR the omission of the required budgetary comparative statements as explained in paragraph 3 and the effects of the matter discussed in paragraph 5, and SUBJECT TO the effects, if any, of the matter discussed in paragraph 2B, the aforementioned combining financial statements present fairly the financial position of the SPECIAL REVENUE FUNDS of the State of Minnesota at June 30, 1983, and the results of operations for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year after giving retroactive effect to the fund structure change, with which we concur, as explained in Note 22.

*In our opinion, EXCEPT FOR the omission of the required budgetary comparative statements as explained in paragraph 3, the aforementiond financial statements present fairly the financial position of the GAME AND FISH FUND, TRUNK HIGHWAY FUND, HIGHWAY USERS TAX DISTRIBUTION FUND, AND EMPLOYMENT SERVICES ADMINISTRATION FUND of the State of Minnesota at June 30, 1983, and the results of operations for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year.

*In our opinion, EXCEPT FOR the omission of the required budgetary comparative statements as explained in paragraph 3, and SUBJECT TO the effects, if any, of the matter discussed in paragraph 2B, the aforementioned financial statements present fairly the financial position of the FEDERAL FUND of the State of Minnesota at June 30, 1983, and the results of operations for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year after giving retroactive effect to the fund structure change, with which we concur, as explained in Note 22.

*In our opinion, EXCEPT FOR the omission of the required budgetary comparative statements as explained in paragraph 3, the aforementioned financial statements present fairly the financial position of the SPECIAL WORKERS COMPENSATION FUND of the State of Minnesota at June 30, 1983, and the results of operations for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year after giving retroactive effect to the accounting change, with which we concur, as explained in Note 22.

In our opinion, EXCEPT FOR the omission of the required budgetary comparative statements as explained in paragraph 3, the financial statements of the STATE AIRPORTS FUND and MISCELLANEOUS SPECIAL REVENUE FUND are fairly stated in all material respects in relation to the combining Special Revenue Fund financial statements taken as a whole.

*Indicates those individual funds for which sufficient auditing procedures were applied to form a full scope audit opinion.

CAPITAL PROJECT FUNDS

In our opinion, the aforementioned combining financial statements PRESENT FAIRLY the financial position of the CAPITAL PROJECT FUNDS of the State of Minnesota at June 30, 1983, and the results of operations for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year.

*In our opinion, the aforementioned financial statements PRESENT FAIRLY the financial position of the TRANSPORTATION FUND of the State of Minnesota at June 30, 1983, and the results of operations for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year.

In our opinion, the financial statements of the GENERAL PROJECTS FUND and the BUILDING FUND are fairly stated in all material respects in relation to the combining Capital Project Fund financial statements taken as a whole.

ENTERPRISE FUNDS

In our opinion, SUBJECT TO the effects, if any, of the matter discussed in paragraph 4B, the aforementioned combining financial statements present fairly the financial position of the ENTERPRISE FUNDS of the State of Minnesota at June 30, 1983, and the results of operations and changes in financial position for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year.

*In our opinion, the aforementioned financial statements PRESENT FAIRLY the financial position of the HOUSING FINANCE AGENCY LOAN FUNDS, HIGHER EDUCATION COORDINATING BOARD STUDENT LOAN FUNDS, HIGHER EDUCATION FACILITIES AUTHORITY BOND FUND, and STATE UNIVERSITY BOARD REVENUE BOND FUND of the State of Minnesota at June 30, 1983, and the results of operations and changes in financial position for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year.

In our opinion, EXCEPT FOR the effects of the matter discussed in paragraph 4C, the financial statements of the ENTERPRISE ACTIVITIES FUND are fairly stated in all material respects in relation to the combining Enterprise Fund financial statements taken as a whole.

Because of the uncertain collectiblility of its loans receivable as discussed in paragraph 4B, we were unable to determine whether the MAXIMUM EFFORT SCHOOL LOAN FUND would be able to continue its existence as a self-sustaining activity. Accordingly, WE EXPRESS NO OPINION on its financial statements as of June 30, 1983.

Because inadequate inventory and fixed asset records were maintained, as discussed in paragraph 2D, the scope of our work was not sufficient to enable us to express, and WE DO NOT EXPRESS, an opinion on the CORRECTIONAL INDUSTRIES FUND financial statements at June 30, 1983.

*Indicates those individual funds for which sufficient auditing procedures were applied to form a full scope audit opinion.

INTERNAL SERVICE FUNDS

In our opinion, the aforementioned combining financial statements PRESENT FAIRLY the financial position of the INTERNAL SERVICE FUNDS of the State of Minnesota at June 30, 1983, and the results of operations and changes in financial position for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year after giving retroactive effect to the accounting change discussed in Note 22.

In our opinion, considering the accounting changes disclosed in Note 22 relating to the Computer Services Fund and Telecommunications Fund, the financial statements of the COMPUTER SERVICES FUND, CENTRAL STORES FUND, STATE PRINTER FUND, CENTRAL MOTOR POOL FUND, TELECOMMUNICATIONS FUND, and CENTRAL SERVICES FUND are fairly stated in all material respects in relation to the combining Internal Service Fund financial statements taken as a whole.

PENSION TRUST FUNDS

*In our opinion, relying on the certifications from the consulting actuaries as to reserves required, as explained in paragraph 2C, the aforementioned combining and individual fund financial statements PRESENT FAIRLY the financial position of the DEFINED BENEFIT PENSION FUNDS of the State of Minnesota at June 30, 1983, and the results of operations and changes in financial position for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year.

*In our opinion, the aforementioned combining and individual fund financial statements PRESENT FAIRLY the financial position of the DEFINED CONTRIBUTION PENSION FUNDS of the State of Minnesota at June 30, 1983, and the results of operations and changes in financial position for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year.

*In our opinion, relying on the certifications from the consulting actuaries as to reserves required for the MINNESOTA POST RETIREMENT INVESTMENT FUND, as explained in paragraph 2C, the aforementioned combining and individual fund financial statements PRESENT FAIRLY the financial position of the INVESTMENT TRUST FUNDS of the State of Minnesota at June 30, 1983, and the results of operations and changes in financial position for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year.

*Indicates those individual funds for which sufficient auditing procedures were applied to form a full scope audit opinion.

NONEXPENDABLE TRUST FUND

*In our opinion, the aforementioned financial statements PRESENT FAIRLY the financial position of the PERMANENT SCHOOL FUND of the State of Minnesota at June 30, 1983, and the results of operations and changes in financial position for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year.

EXPENDABLE TRUST FUNDS

In our opinion, SUBJECT TO the effects, if any, of the matter discussed in paragraph 4A, the aforementioned combining financial statements present fairly the financial position of the EXPENDABLE TRUST FUNDS of the State of Minnesota at June 30, 1983, and the results of operations for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year after giving retroactive effect to the fund structure change, with which we concur, as discussed in Note 22.

*In our opinion, the aforementioned financial statements PRESENT FAIRLY the financial position of the MUNICIPAL STATE AID STREET FUND, COUNTY STATE AID HIGHWAY FUND, and ENDOWMENT SCHOOL FUND of the State of Minnesota at June 30, 1983, and the results of operations for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year.

*In our opinion, the aforementioned financial statements PRESENT FAIRLY the financial position of the UNEMPLOYMENT COMPENSATION FUND of the State of Minnesota at June 30, 1983, and the results of operations for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year after giving retroactive effect to the accounting and fund structure changes, with which we concur, as discussed in Note 22.

In our opinion, the financial statements of the ENDOWMENT FUND and the RURAL REHABILITATION TRUST FUND are fairly stated in all material respects in relation to the combining Expendable Trust Fund financial statements taken as a whole.

Because of the uncertainty resulting from the lawsuit discussed in paragraph 4A, we were unable to determine whether the NORTHEAST MINNESOTA ECONOMIC PROTECTION FUND will be able to continue its existence. Accordingly, WE EXPRESS NO OPINION on its financial statements as of June 30, 1983.

*Indicates those individual funds for which sufficient auditing procedures were applied to form a full scope audit opinion.

AGENCY FUNDS

In our opinion, EXCEPT FOR for the effects of the matter discussed in paragraph 5, the aforementioned combining financial statements present fairly the financial position of the AGENCY FUNDS of the State of Minnesota at June 30, 1983, and the changes in assets and liabilites for the fiscal year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding fiscal year after giving retroactive effect to the fund structure change, with which we concur, as explained in Note 22.

In our opinion, the DISBURSEMENT CLEARING FUND, TAXES CLEARING FUND, SOCIAL WELFARE FUND, and MISCELLANEOUS AGENCY FUND financial statements are fairly stated in all material respects in relation to the combining Agency Fund financial statements taken as a whole.

In our opinion, because of the effect of the matter discussed in paragraph 5, the STATE UNIVERSITY SYSTEM--STUDENT ACTIVITY FUND and COMMUNITY COLLEGE SYSTEM--ALL COLLEGE FUND financial statements DO NOT PRESENT FAIRLY, in conformity with generally accepted accounting principles, their financial position at June 30, 1983, or their changes in assets and liabilities for the fiscal year then ended.

James R. Nobles
James R. Nobles
Legislative Auditor

John Asmussen
John Asmussen, CPA
Deputy Legislative Auditor

November 17, 1983

SPECIAL REVENUE FUNDS

The **State Airports Fund** receives revenue from aviation related taxes and fees. These revenues are used by the Department of Transportation to provide technical and financial assistance to municipal airports and to promote aviation safety, planning and regulation.

The **Game and Fish Fund** receives revenues from licenses and fines related to hunting and fishing, the receipts of which are appropriated to the Department of Natural Resources for related purposes.

The **Trunk Highway Fund** is supported by revenues from the Highway Users Tax Distribution Fund and federal grants to provide planning, design, construction and maintenance of the state trunk highway system.

The **Highway Users Tax Distribution Fund** receives revenue from taxes on motor vehicles and motor fuels for transfer to various transportation related funds.

The **Federal Fund** receives and disburses federal government grants and reimbursements. The fund is administered in accordance with grant agreements between the state and federal agencies.

The **Employment Services Administration Fund** receives federal funds to finance the administration of the unemployment insurance and job services programs.

The **Special Workers Compensation Fund** provides reimbursement for supplemental workers compensation benefits paid.

The **Miscellaneous Special Revenue Fund** receives revenue from various dedicated sources, the expenditures of which are limited by constitution or law for specific purposes.

STATE OF MINNESOTA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1983
(IN THOUSANDS)

	STATE AIRPORTS	GAME AND FISH	TRUNK HIGHWAY
ASSETS			
CASH	$ 63	$ 6,493	$ (2,242)
INVESTMENTS	6,902	-	90,851
ACCOUNTS RECEIVABLE	-	1,775	2,518
DUE FROM OTHER FUNDS	354	68	3,457
ACCRUED INCOME	61	12	1,263
FEDERAL AID RECEIVABLE	-	1,459	34,916
INVENTORIES	-	-	12,863
DEFERRED COSTS	-	-	2
LOANS/NOTES RECEIVABLE	2,022	-	-
ADVANCES TO OTHER FUNDS	50	-	-
TOTAL ASSETS	$ 9,452	$ 9,807	$ 143,628
LIABILITIES AND FUND BALANCES			
LIABILITIES:			
ACCOUNTS PAYABLE	$ 4,439	$ 1,853	$ 32,094
PAYABLE TO OTHER FUNDS	-	531	2,748
PAYABLE TO OTHER GOVERNMENTAL UNITS	-	-	14,873
DEFERRED REVENUE	-	-	172
ADVANCES FROM OTHER FUNDS	-	-	50
TOTAL LIABILITIES	$ 4,439	$ 2,384	$ 49,937
FUND BALANCES:			
RESERVED:			
FOR ENCUMBRANCES	$ 1,206	$ 1,616	$ 1,474
FOR INVENTORY	-	-	12,863
FOR ADVANCES TO OTHER FUNDS	50	-	-
FOR LONG-TERM LOANS RECEIVABLE	1,955	-	-
FOR LONG-TERM COMMITMENTS	-	-	41,327
TOTAL RESERVED FUND BALANCES	$ 3,211	$ 1,616	$ 55,664
UNRESERVED FUND BALANCES:			
DESIGNATED FOR APPROPRIATION CARRYOVER	$ 1,625	$ 490	$ 6,478
DESIGNATED FOR FUND PURPOSES	177	5,317	31,549
TOTAL UNRESERVED FUND BALANCES	$ 1,802	$ 5,807	$ 38,027
TOTAL FUND BALANCES (DEFICITS)	$ 5,013	$ 7,423	$ 93,691
TOTAL LIABILITIES AND FUND BALANCES	$ 9,452	$ 9,807	$ 143,628

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1983
(IN THOUSANDS)

HIGHWAY USERS TAX DISTRIBUTION	FEDERAL	EMPLOYMENT SERVICES ADMINISTRATION	SPECIAL WORKERS COMPENSATION	MISCELLANEOUS SPECIAL REVENUE	COMBINED TOTALS
$ 4,792	$ 20,343	$ 54	$ (785)	$ 31,841	$ 60,559
-	-	-	5,000	17,390	120,143
4,511	7,033	-	-	3,081	18,913
200	574	1,351	-	6,325	12,329
-	-	-	3	481	1,820
-	100,725	2,483	-	-	139,583
-	-	-	-	-	12,863
-	61	2	-	-	65
-	-	-	-	1,701	3,723
-	-	-	-	-	50
$ 9,503	$ 128,736	$ 3,890	$ 4,218	$ 60,819	$ 370,053
$ 1,213	$ 99,182	$ 2,557	$ 48,630	$ 7,162	$ 197,130
6,236	10,053	1,333	837	9,880	31,618
-	6,992	-	-	-	21,865
-	12,509	-	-	-	12,681
-	-	-	-	500	550
$ 7,449	$ 128,736	$ 3,890	$ 49,467	$ 17,542	$ 263,844
$ 114	-	-	-	$ 4,162	$ 8,572
-	-	-	-	-	12,863
-	-	-	-	-	50
-	-	-	-	1,561	3,516
-	-	-	-	8,614	49,941
$ 114	-	-	-	$ 14,337	$ 74,942
$ -	-	-	$ -	$ 28,940	$ 37,533
1,940	-	-	(45,249)	-	(6,266)
$ 1,940	-	-	$ (45,249)	$ 28,940	$ 31,267
$ 2,054	-	-	$ (45,249)	$ 43,277	$ 106,209
$ 9,503	$ 128,736	$ 3,890	$ 4,218	$ 60,819	$ 370,053

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	STATE AIRPORTS	GAME AND FISH	TRUNK HIGHWAY
REVENUES:			
TAXES	$ 8,823	$ -	$ -
FEDERAL GRANTS	-	3,250	92,343
INTERGOVERNMENTAL REVENUE	-	-	31
DEPARTMENTAL EARNINGS	48	20,850	18,815
REVENUE FROM USE OF PROPERTY	-	218	2,153
INVESTMENT INCOME	680	821	7,045
OTHER REVENUES	-	377	6,031
GROSS REVENUES	$ 9,551	$ 25,516	$ 126,418
LESS: REVENUE REFUNDS	1,219	33	133
NET REVENUES	$ 8,332	$ 25,483	$ 126,285
EXPENDITURES:			
CURRENT:			
PROTECTION OF PERSONS/PROPERTY	$ -	$ -	$ 37,047
TRANSPORTATION	493	-	183,726
RESOURCE MANAGEMENT	-	23,480	-
ECONOMIC/MANPOWER DEVELOPMENT	-	-	-
EDUCATION	-	-	12
HEALTH AND SOCIAL SERVICES	-	-	348
GENERAL GOVERNMENT	-	14	103
TOTAL CURRENT EXPENDITURES	$ 493	$ 23,494	$ 221,236
CAPITAL OUTLAY	88	2,649	140,540
GRANTS AND SUBSIDIES	9,004	213	462
TOTAL EXPENDITURES	$ 9,585	$ 26,356	$ 362,238
REIMBURSEMENTS (NET)	1,557	-	(4,721)
NET EXPENDITURES	$ 11,142	$ 26,356	$ 357,517
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	$ (2,810)	$ (873)	$ (231,232)
OTHER FINANCING SOURCES (USES):			
OPERATING TRANSFERS IN	-	$ 151	$ 256,436
OPERATING TRANSFERS TO DEBT SERVICE	-	(82)	(8,560)
OTHER OPERATING TRANSFERS OUT	-	-	-
CHANGE IN INVENTORY	-	-	(936)
NET OTHER FINANCING SOURCES (USES)	-	$ 69	$ 246,940
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	$ (2,810)	$ (804)	$ 15,708
FUND BALANCES, JULY 1, 1982, AS REPORTED	$ 7,727	$ 8,227	$ 77,733
PRIOR PERIOD ADJUSTMENTS	-	-	-
FUND BALANCES, JULY 1, 1982, AS RESTATED	$ 7,727	$ 8,227	$ 77,733
NET RESIDUAL EQUITY TRANSFERS	96	-	250
FUND BALANCES, JUNE 30, 1983	$ 5,013	$ 7,423	$ 93,691

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

HIGHWAY USERS TAX DISTRIBUTION	FEDERAL	EMPLOYMENT SERVICES ADMINISTRATION	SPECIAL WORKERS COMPENSATION	MISCELLANEOUS SPECIAL REVENUE	COMBINED TOTALS
$ 457,538	$ -	$ -	$ 34,130	$ -	$ 500,491
-	1,093,954	42,038	-	269	1,231,854
-	18,849	484	-	185	19,349
2,886	161	-	-	25,043	67,803
-	85	-	-	3,156	5,812
-	-	-	419	2,198	11,163
585	3,442	134	148	4,728	15,445
$ 461,009	$ 1,116,291	$ 42,656	$ 34,697	$ 35,579	$ 1,851,717
31,583	930	2	371	489	34,760
$ 429,426	$ 1,115,361	$ 42,654	$ 34,326	$ 35,090	$ 1,816,957
$ 6,342	$ 6,380	$ -	$ -	$ 45	$ 49,814
339	519	-	-	54	185,131
-	7,841	-	-	3,867	35,188
-	19,381	48,168	580	14,480	82,809
-	11,022	-	-	3,127	14,161
-	15,815	-	-	7,863	24,026
-	2,482	-	-	1,398	3,997
$ 6,681	$ 63,440	$ 48,168	$ 580	$ 30,834	$ 394,926
28	1,701	840	-	4,018	149,864
-	1,027,946	681	42,508	28,850	1,109,464
$ 6,709	$ 1,093,087	$ 49,689	$ 43,088	$ 63,502	$ 1,654,254
1,265	19,086	(7,222)	(1,924)	135	8,176
$ 7,974	$ 1,112,173	$ 42,467	$ 41,164	$ 63,637	$ 1,662,430
$ 421,452	$ 3,188	$ 187	$ (6,838)	$ (28,547)	$ 154,527
$ -	$ -	$ -	-	20,098	276,685
-	-	(187)	-	(203)	(9,032)
(416,167)	(2,556)	-	-	(807)	(419,530)
-	-	-	-	-	(936)
$ (416,167)	$ (2,556)	$ (187)	-	$ 19,088	$ (152,813)
$ 5,285	$ 632	-	$ (6,838)	$ (9,459)	$ 1,714
$ (3,231)	-	-	$ (34,012)	$ 63,177	$ 119,621
-	-	-	(4,399)	-	(4,399)
$ (3,231)	$ -	-	$ (38,411)	$ 63,177	$ 115,222
-	(632)	-	-	(10,441)	(10,727)
$ 2,054	-	-	$ (45,249)	$ 43,277	$ 106,209

The notes are an integral part of the financial statements.

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CAPITAL PROJECTS FUNDS

The **General Project Fund** receives monies appropriated from the General Fund for building or capital improvement projects.

The **Transportation Fund** receives proceeds of transportation bonds, General Fund appropriations and federal grants for the construction or reconstruction of state and locally owned bridges.

The **Building Fund** receives revenue from the sale of state bonds to provide funds for the acquisition and betterment of public lands and buildings and for grants to local governments.

STATE OF MINNESOTA
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1983
(IN THOUSANDS)

	GENERAL PROJECT	TRANSPORTATION	BUILDING	COMBINED TOTALS
ASSETS				
CASH	$ 1,132	$ 20,942	$ (814)	$ 21,260
INVESTMENTS	-	-	17,296	17,296
ACCOUNTS RECEIVABLE	-	4	-	4
DUE FROM OTHER FUNDS	-	1,304	50	1,354
ACCRUED INCOME	-	-	262	262
FEDERAL AID RECEIVABLE	-	13,203	-	13,203
DEFERRED COSTS	-	-	9	9
LOANS/NOTES RECEIVABLE	-	-	709	709
TOTAL ASSETS	$ 1,132	$ 35,453	$ 17,512	$ 54,097
LIABILITIES AND FUND BALANCES				
LIABILITIES:				
ACCOUNTS PAYABLE	$ 225	$ 11,694	$ 7,598	$ 19,517
CONTRACT AND RETAINAGE PAYABLE	7	-	463	470
PAYABLE TO OTHER FUNDS	-	140	1,848	1,988
TOTAL LIABILITIES	$ 232	$ 11,834	$ 9,909	$ 21,975
FUND BALANCES:				
RESERVED FOR CAPITAL PROJECTS	$ 900	$ 23,275	$ 7,603	$ 31,778
UNRESERVED:				
DESIGNATED FOR APPROPRIATION CARRYOVER	-	$ 344	-	$ 344
TOTAL FUND BALANCES	$ 900	$ 23,619	$ 7,603	$ 32,122
TOTAL LIABILITIES AND FUND BALANCES	$ 1,132	$ 35,453	$ 17,512	$ 54,097

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	GENERAL PROJECT	TRANSPORTATION	BUILDING	COMBINED TOTALS
REVENUES:				
FEDERAL GRANTS	-	$ 80,781	$ 26	$ 80,807
INVESTMENT INCOME	-	-	2,923	2,923
OTHER	-	14	129	143
TOTAL REVENUES	-	$ 80,795	$ 3,078	$ 83,873
EXPENDITURES:				
CURRENT:				
PROTECTION OF PERSONS/PROPERTY	$ -	$ -	$ 23	$ 23
TRANSPORTATION	-	82	119	201
RESOURCE MANAGEMENT	48	-	2,670	2,718
EDUCATION	33	-	36	69
GENERAL GOVERNMENT	264	-	6,600	6,864
TOTAL CURRENT EXPENDITURES	$ 345	$ 82	$ 9,448	$ 9,875
CAPITAL OUTLAY	93	95,804	5,111	101,008
GRANTS AND SUBSIDIES	358	5,912	23,067	29,337
TOTAL EXPENDITURES	$ 796	$ 101,798	$ 37,626	$ 140,220
REIMBURSEMENTS	-	(88)	-	(88)
NET EXPENDITURES	$ 796	$ 101,710	$ 37,626	$ 140,132
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	$ (796)	$ (20,915)	$ (34,548)	$ (56,259)
OTHER FINANCING SOURCES (USES):				
GENERAL OBLIGATION BONDS	-	$ 22,700	$ 37,300	$ 60,000
OPERATING TRANSFERS TO DEBT SERVICE	-	-	(2,923)	(2,923)
NET OTHER FINANCING SOURCES (USES)	-	$ 22,700	$ 34,377	$ 57,077
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	$ (796)	$ 1,785	$ (171)	$ 818
FUND BALANCES, JULY 1, 1982	1,796	24,934	9,509	36,239
NET RESIDUAL EQUITY TRANSFERS	(100)	(3,100)	(1,735)	(4,935)
FUND BALANCES, JUNE 30, 1983	$ 900	$ 23,619	$ 7,603	$ 32,122

The notes are an integral part of the financial statements.

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ENTERPRISE FUNDS

The **Housing Finance Agency Loan Funds** provide money for loans and technical assistance for construction and rehabilitation of housing for families of low and moderate incomes.

The **Higher Education Coordinating Board Student Loan Funds** make loans to qualified post secondary students.

The **Maximum Effort School Loan Fund** helps school districts finance construction of facilities.

The **Higher Education Facilities Authority Bond Fund** assists nonprofit, nonsectarian post secondary educational institutions in financing construction of education facilities.

The **State University Board Revenue Bond Fund** constructs, maintains and operates college buildings for residence hall, student union or food service purposes.

The **Minnesota Correctional Industries Fund** facilitates prisoner rehabilitation by providing facilities and assistance for manufacturing and marketing goods to the general public.

The **Enterprise Activities Fund** includes various minor activities providing services to the general public or local governmental units.

STATE OF MINNESOTA
ENTERPRISE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1983
(IN THOUSANDS)

	HOUSING FINANCE AGENCY LOAN FUNDS		HIGHER EDUCATION COORDINATING BOARD STUDENT LOAN FUNDS	
ASSETS	HOUSING DEVELOPMENT	PROGRAMS	GUARANTEED STUDENT LOAN	MEDICAL AND OSTEOPATHY STUDENT LOAN
CURRENT ASSETS:				
CASH	$ 67	$ 459	$ 1,203	$ 3
INVESTMENTS	122,798	181,038	66,080	10
ACCOUNTS RECEIVABLE (NET)	-	823	-	-
LOANS/NOTES RECEIVABLE	-	8,016	42,000	-
DUE FROM OTHER FUNDS	-	-	-	-
ACCRUED INCOME	2,634	17,219	9,734	16
INVENTORIES	-	-	-	-
DEFERRED COSTS	-	26,119	603	9
TOTAL CURRENT ASSETS	$ 125,499	$ 233,674	$ 119,620	$ 38
RESTRICTED ASSETS:				
RESERVE FOR DEBT SERVICE	-	$ 193,437	$ 75,482	$ 786
OTHER	-	-	-	-
TOTAL RESTRICTED ASSETS	-	$ 193,437	$ 75,482	$ 786
NONCURRENT ASSETS:				
LOANS/NOTES/FINANCING LEASES RECEIVABLE	$ 14,602	$ 950,754	$ 200,726	$ 2,770
FIXED ASSETS/REAL PROPERTY(NET)	161	-	16	-
TOTAL NONCURRENT ASSETS	$ 14,763	$ 950,754	$ 200,742	$ 2,770
TOTAL ASSETS	$ 140,262	$ 1,377,865	$ 395,844	$ 3,594
LIABILITIES AND FUND EQUITY				
CURRENT LIABILITIES:				
ACCOUNTS PAYABLE	$ 957	$ 169	$ 940	-
LOANS/NOTES/INSTALLMENT PURCHASES PAYABLE	-	9,560	-	-
PAYABLE TO OTHER FUNDS	38	-	83	-
REVENUE BONDS PAYABLE	-	-	23,232	-
OTHER CURRENT LIABILITIES	-	-	-	-
DEFERRED REVENUE	17,183	1,311	-	-
FUNDS HELD IN TRUST	62,724	-	-	-
TOTAL CURRENT LIABILITIES	$ 80,902	$ 11,040	$ 24,255	-
PAYABLE FROM RESTRICTED ASSETS:				
ACCOUNTS PAYABLE	-	$ -	$ -	$ -
REVENUE BONDS PAYABLE	-	36,755	42,768	600
REVENUE BONDS INTEREST PAYABLE	-	40,730	6,413	52
GENERAL OBLIGATION BONDS PAYABLE	-	-	-	-
GENERAL OBLIGATION BONDS INTEREST PAYABLE	-	-	-	-
OTHER	-	-	-	-
TOTAL PAYABLE FROM RESTRICTED ASSETS	-	$ 77,485	$ 49,181	$ 652
NONCURRENT LIABILITIES:				
GENERAL OBLIGATION BONDS PAYABLE	-	$ -	$ -	$ -
REVENUE BONDS PAYABLE	-	1,156,558	250,465	2,817
ADVANCES FROM OTHER FUNDS	-	-	-	-
OTHER	-	-	-	-
TOTAL NONCURRENT LIABILITIES	-	$ 1,156,558	$ 250,465	$ 2,817
TOTAL LIABILITIES	$ 80,902	$ 1,245,083	$ 323,901	$ 3,469
FUND EQUITY:				
CONTRIBUTED CAPITAL	-	-	-	-
RETAINED EARNINGS:				
RESERVED PER DEBT REQUIREMENTS	$ -	$ 11,769	$ -	$ -
RESERVED PER STATE LAW	45,582	45,391	-	-
UNRESERVED RETAINED EARNINGS	13,778	75,622	71,943	125
TOTAL RETAINED EARNINGS	$ 59,360	$ 132,782	$ 71,943	$ 125
TOTAL FUND EQUITY	$ 59,360	$ 132,782	$ 71,943	$ 125
TOTAL LIABILITIES AND FUND EQUITY	$ 140,262	$ 1,377,865	$ 395,844	$ 3,594

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
ENTERPRISE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1983
(IN THOUSANDS)

MAXIMUM EFFORT SCHOOL LOAN	HIGHER EDUCATION FACILITIES AUTHORITY BOND	STATE UNIVERSITY BOARD REVENUE BOND	MINNESOTA CORRECTIONAL INDUSTRIES	ENTERPRISE ACTIVITIES	COMBINED TOTALS
$ 21	$ 18	$ (89)	$ 174	$ 630	$ 2,486
4,128	215	12,119	1,785	106	388,279
-	11	478	846	966	3,124
1,544	-	3	483	-	52,046
-	-	-	55	114	169
776	-	589	24	2	30,994
-	-	-	3,285	102	3,387
-	-	13	6	3	26,753
$ 6,469	$ 244	$ 13,113	$ 6,658	$ 1,923	$ 507,238
$ 8,360	$ 30,299	$ 4,261	-	$ 235	$ 312,860
33	-	8,446	-	-	8,479
$ 8,393	$ 30,299	$ 12,707	-	$ 235	$ 321,339
$ 46,715	$ 54,541	$ 14	$ -	$ -	$ 1,270,122
-	6	49,587	2,012	6,115	57,897
$ 46,715	$ 54,547	$ 49,601	$ 2,012	$ 6,115	$ 1,328,019
$ 61,577	$ 85,090	$ 75,421	$ 8,670	$ 8,273	$ 2,156,596
-	$ -	$ -	$ 308	$ 1,933	$ 4,307
-	-	-	5	8,413	17,978
-	2	19	65	92	299
-	-	-	-	-	23,232
-	-	-	83	535	618
-	-	774	8	86	19,362
-	-	-	-	-	62,724
-	$ 2	$ 793	$ 469	$ 11,059	$ 128,520
$ -	$ 5	$ 2,607	-	-	$ 2,612
-	9,545	980	-	-	90,648
-	1,502	348	-	-	49,045
5,075	-	520	-	-	5,595
614	-	273	-	-	887
-	462	-	-	-	462
$ 5,689	$ 11,514	$ 4,728	-	-	$ 149,249
$ 28,605	$ -	$ 14,695	$ -	$ -	$ 43,300
-	72,162	30,895	-	-	1,512,897
-	-	-	-	233	233
-	-	-	94	-	94
$ 28,605	$ 72,162	$ 45,590	$ 94	$ 233	$ 1,556,524
$ 34,294	$ 83,678	$ 51,111	$ 563	$ 11,292	$ 1,834,293
-	-	$ 7,200	$ 6,517	$ 1,171	$ 14,888
$ 2,703	$ 1,164	$ 7,961	$ -	$ 236	$ 23,833
-	-	-	-	-	90,973
24,580	248	9,149	1,590	(4,426)	192,609
$ 27,283	$ 1,412	$ 17,110	$ 1,590	$ (4,190)	$ 307,415
$ 27,283	$ 1,412	$ 24,310	$ 8,107	$ (3,019)	$ 322,303
$ 61,577	$ 85,090	$ 75,421	$ 8,670	$ 8,273	$ 2,156,596

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	HOUSING FINANCE AGENCY LOAN FUNDS		HIGHER EDUCATION COORDINATING BOARD STUDENT LOAN FUNDS	
	HOUSING DEVELOPMENT	PROGRAMS	GUARANTEED STUDENT LOAN	MEDICAL AND OSTEOPATHY STUDENT LOAN
OPERATING REVENUES:				
NET SALES	$ -	$ -	$ -	$ -
INVESTMENT/INTEREST INCOME	8,178	110,682	35,411	155
RENTAL AND SERVICE FEES	1,874	2,291	-	-
TOTAL OPERATING REVENUES	$ 10,052	$ 112,973	$ 35,411	$ 155
LESS COST OF GOODS SOLD	-	-	-	-
GROSS MARGIN	$ 10,052	$ 112,973	$ 35,411	$ 155
OPERATING EXPENSES:				
INTEREST AND FINANCING COSTS	$ -	$ 92,907	$ 27,372	$ 208
PURCHASED SERVICES	1,689	2,433	3,932	-
SALARIES AND FRINGE BENEFITS	2,613	-	588	-
DEPRECIATION AND AMORTIZATION	26	-	6	-
SUPPLIES AND MATERIALS	41	-	9	-
INDIRECT COSTS	-	-	78	-
OTHER	117	2,842	-	71
TOTAL OPERATING EXPENSES	$ 4,486	$ 98,182	$ 31,985	$ 279
OPERATING INCOME (LOSS)	$ 5,566	$ 14,791	$ 3,426	$ (124)
NONOPERATING REVENUES (EXPENSES):				
FEDERAL GRANTS AND SUBSIDIES	$ (4,401)	-	$ 7,868	-
OTHER NONOPERATING REVENUES	-	-	-	-
GRANTS, AIDS AND SUBSIDIES	-	-	-	-
OTHER NONOPERATING EXPENSES	-	-	-	-
TOTAL NONOPERATING REVENUES (EXPENSES)	$ (4,401)	-	$ 7,868	-
OPERATING TRANSFERS (NET)	$ (3,295)	$ 3,295	-	$ 204
NET INCOME	$ (2,130)	$ 18,086	$ 11,294	$ 80
DEPRECIATION ON FIXED ASSETS ACQUIRED WITH CONTRIBUTED CAPITAL	-	-	-	-
INCREASE (DECREASE) IN RETAINED EARNINGS	$ (2,130)	$ 18,086	$ 11,294	$ 80
RETAINED EARNINGS, JULY 1, 1982	67,770	114,696	60,649	45
NET RESIDUAL EQUITY TRANSFERS	(6,280)	-	-	-
RETAINED EARNINGS, JUNE 30, 1983	$ 59,360	$ 132,782	$ 71,943	$ 125

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

MAXIMUM EFFORT SCHOOL LOAN	HIGHER EDUCATION FACILITIES AUTHORITY BOND	STATE UNIVERSITY BOARD REVENUE BOND	MINNESOTA CORRECTIONAL INDUSTRIES	ENTERPRISE ACTIVITIES	COMBINED TOTALS
$ -	$ -	$ -	$ 4,134	$ 1,662	$ 5,796
3,431	2,323	3,118	197	45	163,540
-	4,186	22,786	-	3,254	34,391
$ 3,431	$ 6,509	$ 25,904	$ 4,331	$ 4,961	$ 203,727
-	-	-	4,421	339	4,760
$ 3,431	$ 6,509	$ 25,904	$ (90)	$ 4,622	$ 198,967
$ 2,439	$ 5,988	$ 2,286	$ -	$ 673	$ 131,873
16	44	12,173	66	924	21,277
-	86	6,827	1,000	3,362	14,476
-	-	2,807	-	415	3,254
-	-	951	6	139	1,146
-	-	-	32	72	182
-	-	-	110	67	3,207
$ 2,455	$ 6,118	$ 25,044	$ 1,214	$ 5,652	$ 175,415
$ 976	$ 391	$ 860	$ (1,304)	$ (1,030)	$ 23,552
-	-	$ 119	$ -	$ -	$ 3,586
-	-	-	-	22	22
-	-	90	-	-	90
-	-	-	(42)	-	(42)
$ -	-	$ 209	$ (42)	$ 22	$ 3,656
$ 4,558	-	-	-	-	$ 4,762
$ 5,534	$ 391	$ 1,069	$ (1,346)	$ (1,008)	$ 31,970
-	-	352	-	-	352
$ 5,534	$ 391	$ 1,421	$ (1,346)	$ (1,008)	$ 32,322
21,749	1,021	15,689	2,936	(3,182)	281,373
-	-	-	-	-	(6,280)
$ 27,283	$ 1,412	$ 17,110	$ 1,590	$ (4,190)	$ 307,415

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
ENTERPRISE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	HOUSING FINANCE AGENCY LOAN FUNDS		HIGHER EDUCATION COORDINATING BOARD STUDENT LOAN FUNDS	
	HOUSING DEVELOPMENT	PROGRAMS	GUARANTEED STUDENT LOAN	MEDICAL AND OSTEOPATHY STUDENT LOAN
CASH PROVIDED:				
FROM OPERATIONS:				
NET INCOME (LOSS)	$ (2,130)	$ 18,086	$ 11,294	$ 80
ITEMS ADDED TO (DEDUCTED FROM) NET INCOME:				
DECREASE (INCREASE) IN CURRENT ASSETS:				
ACCOUNTS RECEIVABLE	$ -	$ -	$ -	$ -
ACCRUED INTEREST RECEIVABLE	968	314	1,709	7
DUE FROM OTHER FUNDS	-	-	-	-
OTHER CURRENT ASSETS	-	-	-	-
INCREASE (DECREASE) IN CURRENT LIABILITIES:				
ACCOUNTS PAYABLE	408	(183)	234	-
INTEREST PAYABLE	-	4,028	(1,164)	-
PAYABLE TO OTHER FUNDS	-	-	(163)	-
OTHER CURRENT LIABILITIES	-	-	-	-
DEFERRED REVENUE	253	690	-	-
DEPRECIATION AND AMORTIZATION	-	2,994	924	4
DEFAULTED INTEREST RECOGNIZED	-	-	-	-
CHANGE IN OTHER ASSETS/LIABILITIES	11	2,382	-	71
TOTAL ITEMS ADDED (DEDUCTED)	$ 1,640	$ 10,225	$ 1,540	$ 82
TOTAL CASH PROVIDED FROM OPERATIONS	$ (490)	$ 28,311	$ 12,834	$ 162
OTHER CASH PROVIDED:				
PROCEEDS FROM SALE OF BONDS/NOTES	$ -	$ 115,550	$ -	$ -
REDUCTION OF LOANS/FINANCING LEASES RECEIVABLE	314	34,569	25,860	48
CAPITAL CONTRIBUTIONS	-	-	-	-
OTHER	13,530	-	-	-
TOTAL OTHER CASH PROVIDED	$ 13,844	$ 150,119	$ 25,860	$ 48
TOTAL CASH PROVIDED	$ 13,354	$ 178,430	$ 38,694	$ 210
CASH APPLIED:				
LOANS ISSUED	$ 5,775	$ 87,075	$ 64,401	$ 196
INVESTMENTS IN FIXED ASSETS	-	-	-	-
DEFERRED COSTS	-	4,514	-	-
REDUCTION OF INDEBTEDNESS	-	92,612	9,000	-
OTHER	6,280	-	-	-
TOTAL CASH APPLIED	$ 12,055	$ 184,201	$ 73,401	$ 196
NET INCREASE (DECREASE) IN CASH AND INVESTMENTS	$ 1,299	$ (5,771)	$ (34,707)	$ 14
CASH AND INVESTMENTS, JULY 1 ,1982	121,566	380,705	177,472	453
CASH AND INVESTMENTS, JUNE 30, 1983	$ 122,865	$ 374,934	$ 142,765	$ 467

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
ENTERPRISE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

MAXIMUM EFFORT SCHOOL LOAN	HIGHER EDUCATION FACILITIES AUTHORITY BOND	STATE UNIVERSITY BOARD REVENUE BOND	MINNESOTA CORRECTIONAL INDUSTRIES	ENTERPRISE ACTIVITIES	COMBINED TOTALS
$ 5,534	$ 391	$ 1,069	$ (1,346)	$ (1,008)	$ 31,970
$ -	$ -	$ (148)	$ 504	$ 112	$ 468
(364)	-	(20)	9	-	2,623
-	-	-	(55)	-	(55)
(32)	-	-	9	72	49
(1)	2	1,208	68	(79)	1,657
79	519	(20)	-	327	3,769
-	-	1	65	-	(97)
-	-	-	98	19	117
-	-	163	2	-	1,108
-	141	2,928	55	414	7,460
(906)	-	-	-	-	(906)
-	-	23	58	(6)	2,539
$ (1,224)	$ 662	$ 4,135	$ 813	$ 859	$ 18,732
$ 4,310	$ 1,053	$ 5,204	$ (533)	$ (149)	$ 50,702
$ 3,000	$ 20,573	$ -	$ -	$ -	$ 139,123
1,552	2,783	2	-	-	65,128
-	-	-	727	-	727
948	6,288	-	-	30	20,776
$ 5,500	$ 29,624	$ 2	$ 727	$ 30	$ 225,754
$ 9,810	$ 30,677	$ 5,206	$ 194	$ (119)	$ 276,456
$ 4,382	$ -	$ -	$ -	$ -	$ 161,829
-	10,540	1,247	504	27	12,318
-	-	-	-	-	4,514
4,980	2,460	1,552	-	29	110,633
-	1	-	-	-	6,281
$ 9,362	$ 13,001	$ 2,799	$ 504	$ 56	$ 295,575
$ 448	$ 17,676	$ 2,407	$ (310)	$ (175)	$ (19,119)
12,094	12,856	22,330	2,269	1,146	730,891
$ 12,542	$ 30,532	$ 24,737	$ 1,959	$ 971	$ 711,772

The notes are an integral part of the financial statements.

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INTERNAL SERVICE FUNDS

The **Computer Services Fund** accounts for the operation of statewide computer systems.

The **Central Motor Pool Fund** accounts for the operation of a fleet of passenger cars and state vehicle maintenance garage.

The **State Printer Fund** accounts for the operation of a print shop.

The **Central Stores Fund** accounts for the operation of centralized supplies purchasing, storage and distribution.

The **Telecommunications Fund** accounts for the operation of a centralized telephone system in the capitol complex area.

The **Central Services Fund** accounts for miscellaneous centralized support services provided to state agencies.

STATE OF MINNESOTA
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1983
(IN THOUSANDS)

	COMPUTER SERVICES	CENTRAL STORES
ASSETS		
CURRENT ASSETS:		
CASH	$ 1,055	$ 198
ACCOUNTS RECEIVABLE	641	7
DUE FROM OTHER FUNDS	1,943	96
INVENTORIES	-	342
DEFERRED COSTS	-	-
TOTAL CURRENT ASSETS	$ 3,639	$ 643
NONCURRENT ASSETS:		
LOANS/NOTES/FINANCING LEASES RECEIVABLE	$ 1,154	-
FIXED ASSETS:		
BUILDING IMPROVEMENTS (NET)	$ -	$ 60
LAND IMPROVEMENTS	-	8
CAPITAL LEASES (NET)	2,226	-
EQUIPMENT (NET)	5,114	17
TOTAL FIXED ASSETS	$ 7,340	$ 85
TOTAL NONCURRENT ASSETS	$ 8,494	$ 85
TOTAL ASSETS	$ 12,133	$ 728
LIABILITIES AND FUND EQUITY		
CURRENT LIABILITIES:		
ACCOUNTS PAYABLE	$ 2,885	$ 114
PAYABLE TO OTHER FUNDS	72	6
ADVANCES FROM OTHER FUNDS	320	1
COMPENSATED ABSENCES	509	27
TOTAL CURRENT LIABILITIES	$ 3,786	$ 148
NONCURRENT LIABILITIES:		
LOANS/NOTES/INSTALLMENT PURCHASES PAYABLE	$ -	$ -
ADVANCES FROM OTHER FUNDS	675	2
OTHER	4,511	-
TOTAL NONCURRENT LIABILITIES	$ 5,186	$ 2
TOTAL LIABILITIES	$ 8,972	$ 150
FUND EQUITY:		
CONTRIBUTED CAPITAL	$ 2,156	$ 691
RETAINED EARNINGS:		
UNRESERVED RETAINED EARNINGS	1,005	(113)
TOTAL FUND EQUITY	$ 3,161	$ 578
TOTAL LIABILITIES AND FUND EQUITY	$ 12,133	$ 728

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1983
(IN THOUSANDS)

STATE PRINTER	CENTRAL MOTOR POOL	TELECOM-MUNICATIONS	CENTRAL SERVICES	COMBINED TOTALS
$ 165	$ 173	$ 231	$ 245	$ 2,067
22	32	193	54	949
208	293	445	201	3,186
133	29	-	42	546
-	15	-	-	15
$ 528	$ 542	$ 869	$ 542	$ 6,763
-	-	$ 405	-	$ 1,559
$ 6	$ -	$ -	$ -	$ 66
-	35	-	-	43
2	-	-	-	2,228
587	2,801	265	303	9,087
$ 595	$ 2,836	$ 265	$ 303	$ 11,424
$ 595	$ 2,836	$ 670	$ 303	$ 12,983
$ 1,123	$ 3,378	$ 1,539	$ 845	$ 19,746
$ 131	$ 122	$ 252	$ 135	$ 3,639
7	4	4	107	200
86	1,033	184	28	1,652
42	19	3	76	676
$ 266	$ 1,178	$ 443	$ 346	$ 6,167
$ -	$ -	$ -	$ 96	$ 96
343	1,717	567	60	3,364
1	-	-	-	4,512
$ 344	$ 1,717	$ 567	$ 156	$ 7,972
$ 610	$ 2,895	$ 1,010	$ 502	$ 14,139
$ 640	$ 252	$ 342	$ 509	$ 4,590
(127)	231	187	(166)	1,017
$ 513	$ 483	$ 529	$ 343	$ 5,607
$ 1,123	$ 3,378	$ 1,539	$ 845	$ 19,746

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES,EXPENSES AND CHANGES IN RETAINED EARNINGS
JUNE 30, 1983
(IN THOUSANDS)

	COMPUTER SERVICES	CENTRAL STORES
OPERATING REVENUES:		
NET SALES	$ -	$ 2,202
RENTAL AND SERVICE FEES	14,600	-
TOTAL OPERATING REVENUES	$ 14,600	$ 2,202
LESS COST OF GOODS SOLD	-	1,725
GROSS MARGIN	$ 14,600	$ 477
OPERATING EXPENSES:		
INTEREST AND FINANCING COSTS	$ 542	$ -
PURCHASED SERVICES	5,728	157
SALARIES AND FRINGE BENEFITS	6,619	248
DEPRECIATION AND AMORTIZATION	1,733	9
SUPPLIES AND MATERIALS	240	5
INDIRECT COSTS	334	122
OTHER	22	-
TOTAL OPERATING EXPENSES	$ 15,218	$ 541
OPERATING INCOME (LOSS)	$ (618)	$ (64)
NONOPERATING REVENUES (EXPENSES):		
OTHER NONOPERATING REVENUES	$ 15	$ 45
OTHER NONOPERATING EXPENSES	-	-
TOTAL NONOPERATING REVENUES (EXPENSES)	$ 15	$ 45
OPERATING TRANSFERS (NET)	-	-
NET INCOME	$ (603)	$ (19)
RETAINED EARNINGS, JULY 1, 1982, AS REPORTED	$ 1,530	$ (94)
PRIOR PERIOD ADJUSTMENTS	78	-
RETAINED EARNINGS, JULY 1, 1982, AS RESTATED	$ 1,608	$ (94)
RETAINED EARNINGS, JUNE 30, 1983	$ 1,005	$ (113)

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
INTERNAL SERVICE FUNDS
STATEMENT OF REVENUES,EXPENSES AND CHANGES IN RETAINED EARNINGS
YEAR ENDED JUNE 30,1983
(IN THOUSANDS)

STATE PRINTER	CENTRAL MOTOR POOL	TELECOM- MUNICATIONS	CENTRAL SERVICES	COMBINED TOTALS
$ 2,542	$ -	$ 3,152	$ 1,025	$ 8,921
-	2,259	-	1,372	18,231
$ 2,542	$ 2,259	$ 3,152	$ 2,397	$ 27,152
1,864	-	-	136	3,725
$ 678	$ 2,259	$ 3,152	$ 2,261	$ 23,427
$ -	$ -	$ -	$ -	$ 542
43	138	2,981	494	9,541
237	379	44	1,668	9,195
13	912	-	65	2,732
4	896	6	59	1,210
182	184	66	151	1,039
-	-	-	29	51
$ 479	$ 2,509	$ 3,097	$ 2,466	$ 24,310
$ 199	$ (250)	$ 55	$ (205)	$ (883)
$ 27	$ 204	$ 55	$ 9	$ 355
(12)	-	(54)	-	(66)
$ 15	$ 204	$ 1	$ 9	$ 289
-	-	-	$ 63	$ 63
$ 214	$ (46)	$ 56	$ (133)	$ (531)
$ (341)	$ 277	$ 140	$ (33)	$ 1,479
-	-	(9)	-	69
$ (341)	$ 277	$ 131	$ (33)	$ 1,548
$ (127)	$ 231	$ 187	$ (166)	$ 1,017

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
JUNE 30, 1983
(IN THOUSANDS)

	COMPUTER SERVICES	CENTRAL STORES
CASH PROVIDED:		
FROM OPERATIONS:		
NET INCOME (LOSS)	$ (603)	$ (19)
ITEMS ADDED TO (DEDUCTED FROM) NET INCOME:		
DECREASE (INCREASE) IN CURRENT ASSETS:		
ACCOUNTS RECEIVABLE	$ (416)	$ (20)
DUE FROM OTHER FUNDS	-	-
INVENTORIES	-	(25)
OTHER CURRENT ASSETS	-	-
INCREASE (DECREASE) IN CURRENT LIABILITIES:		
ACCOUNTS PAYABLE	(59)	9
ACCRUED COMPENSATED ABSENCES	73	9
PAYABLE TO OTHER FUNDS	-	6
DEPRECIATION AND AMORTIZATION	1,733	8
LOSSES (GAINS) ON FIXED ASSET SALES	(15)	-
TOTAL ITEMS ADDED (DEDUCTED)	$ 1,316	$ (13)
TOTAL CASH PROVIDED FROM OPERATIONS	$ 713	$ (32)
OTHER CASH PROVIDED:		
REDUCTION OF LOANS/FINANCING LEASES RECEIVABLE	$ 1,143	-
INCREASE IN LEASES/INSTALLMENT PURCHASES PAYABLE	5,313	-
ADVANCES FROM OTHER FUNDS	-	-
PROCEEDS FROM SALE OF FIXED ASSETS/REAL PROPERTY	16	-
OTHER	-	-
TOTAL OTHER CASH PROVIDED	$ 6,472	-
TOTAL CASH PROVIDED	$ 7,185	$ (32)
CASH APPLIED:		
INVESTMENTS IN FIXED ASSETS	$ 6,870	$ 1
REDUCTION OF INDEBTEDNESS	2,731	1
REDUCTION OF LEASES/INSTALLMENT CONTRACTS PAYABLE	-	-
OTHER	-	-
TOTAL CASH APPLIED	$ 9,601	$ 2
NET INCREASE (DECREASE) IN CASH AND INVESTMENTS	$ (2,416)	$ (34)
CASH AND INVESTMENTS, JULY 1, 1982	3,471	232
CASH AND INVESTMENTS, JUNE 30, 1983	$ 1,055	$ 198

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
JUNE 30, 1983
(IN THOUSANDS)

STATE PRINTER	CENTRAL MOTOR POOL	TELECOM-MUNICATIONS	CENTRAL SERVICES	COMBINED TOTALS
$ 214	$ (46)	$ 56	$ (133)	$ (531)
$ (73)	$ (42)	$ (137)	$ (11)	$ (699)
1	-	-	-	1
(26)	10	-	3	(38)
-	2	-	-	2
39	(134)	236	15	106
1	2	-	(5)	80
(127)	(490)	-	-	(611)
106	913	54	69	2,883
(4)	(196)	-	(9)	(224)
$ (83)	$ 65	$ 153	$ 62	$ 1,500
$ 131	$ 19	$ 209	$ (71)	$ 969
$ -	$ -	$ 72	$ -	$ 1,215
-	-	-	96	5,409
150	1,277	671	37	2,135
5	447	-	10	478
2	-	-	-	2
$ 157	$ 1,724	$ 743	$ 143	$ 9,239
$ 288	$ 1,743	$ 952	$ 72	$ 10,208
$ 183	$ 1,145	$ 648	$ 131	$ 8,978
62	911	97	35	3,837
1	-	-	-	1
-	-	-	15	15
$ 246	$ 2,056	$ 745	$ 181	$ 12,831
$ 42	$ (313)	$ 207	$ (109)	$ (2,623)
123	486	24	354	4,690
$ 165	$ 173	$ 231	$ 245	$ 2,067

The notes are an integral part of the financial statements.

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FIDUCIARY FUNDS

PENSION TRUST FUNDS

Defined Benefit Funds

The **Teachers Retirement Fund** includes resources accumulated to pay present and future retirement annuities for members of both the basic and coordinated teachers retirement plans.

The **State Employees Retirement Fund** includes resources accumulated to pay present and future retirement annuities for the following plans:

- General Employees Plan
- Military Affairs Plan
- Correctional Officers Plan

The **Highway Patrolmen's Retirement Fund** includes resources accumulated to pay present and future retirement annuities to eligible state troopers, conservation officers and crime bureau personnel.

The **Judges' Retirement Fund** includes resources accumulated to pay present retirement annuities to eligible district, municipal, county and probate court judges and supreme court justices.

The **Public Employees Retirement Fund** includes resources accumulated to pay present and future retirement annuities to eligible employees of various local units of government.

The **Police and Fire Fund** includes resources accumulated to pay present and future retirement annuities to eligible police officers and fire fighters.

Defined Contribution Funds

The **Unclassified Employees Retirement Fund** includes the aggregate of unclassified employee share accounts which are either refunded or used to purchase a retirement annuity upon termination of service.

The **Deferred Compensation Fund** includes the aggregate of voluntary employee payroll deductions which defer income and may be repaid in accordance with income tax code restrictions.

The College Supplemental Retirement Fund includes the aggregate of share accounts derived from voluntary contributions received from eligible state university and community college employees, with matching state contributions.

Investment Trust Funds

The **Minnesota Supplemental Investment Fund** provides an investment vehicle for the various Defined Contribution Funds.

The **Post-Retirement Investment Fund** serves as the primary investment vehicle for the Defined Benefit Funds and as such invests reserves to provide investment income for the payment of retirement benefits.

The **Variable Annuity Fund** is restricted to participation by members of the Teachers Retirement Association. Investments are limited to corporate stocks with no more than 6% of the book value to be invested in a single corporation.

NONEXPENDABLE TRUST FUNDS

The **Permanent School Fund** is a constitutionally established trust fund which receives revenue from investments and the sale of state land and timber. The investment earnings are transferred to the Endowment School Fund for distribution to school districts.

EXPENDABLE TRUST FUNDS

The **Municipal State-Aid Street Fund** receives nine percent of the revenue received by the Highway Users Tax Distribution fund primarily for distribution to municipalities for improvement of streets.

The **County State-Aid Highway Fund** receives twenty-nine percent of the revenue received by the Highway Users Tax Distribution Fund primarily for distribution to counties for improvement of county roads.

The **Endowment School Fund** receives revenue from the investments of the Permanent School Fund and distributes it to school districts.

The **Endowment Fund** receives gifts, donations, and endowments which may be expended only for thos purposes specified by the donors.

The **Northeast Minnesota Economic Protection Fund** receives distributions from taconite production taxes to be held in trust or expended only in economic emergency for the purposes of rehabilitation and diversification of industry in the area largely dependent on the taconite mining industry.

The **Rural Rehabilitation Trust Fund** is a trust fund established from the proceeds of a federal grant for making loans to rural enterprises from the trust corpus.

The **Unemployment Compensation Fund** receives unemployment taxes collected from employers and pays eligible individuals in the form of unemployment benefits.

AGENCY FUNDS

The **Disbursement Clearing Fund** is a clearing fund used to account for state warrants issued and redeemed.

The **Taxes Clearing Fund** is used to distribute tax receipts as specified by statute.

The **Social Welfare Fund** is the total of all patient and inmate accounts for persons in state institutions.

The **Student Activity Fund** is the combined total of the local accounts for athletics, financial aids, and other activities maintained at each of the state university campuses.

The **All College Fund** is the combined total of the local accounts for student organizations, financial aids and other activities at each of the state's community college campuses.

The **Miscellaneous Agency Fund** includes the amounts held in trust by the state for various other governmental units, individuals, or funds.

STATE OF MINNESOTA
FIDUCIARY FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1983
(IN THOUSANDS)

	PENSION TRUST FUNDS		
	DEFINED BENEFIT	DEFINED CONTRIBUTION	INVESTMENT TRUST
ASSETS			
CASH	$ 1,499	$ 73	$ 217
INVESTMENTS	2,890,163	479	2,069,056
ACCOUNTS RECEIVABLE	25,443	106	18,615
DUE FROM OTHER FUNDS	18,096	251	2,613
ACCRUED INCOME	30,390	-	33,421
FEDERAL AID RECEIVABLE	-	-	-
EQUITY IN INVESTMENT FUNDS	1,688,157	138,905	-
MORTGAGE NOTES RECEIVABLE	-	-	-
LOANS RECEIVABLE	-	-	-
PREPAID EXPENSES	-	-	-
FIXED ASSETS/REAL PROPERTY(NET)	721	-	-
UNAMORTIZED BOND LOSSES	65,675	-	-
OTHER	23	-	-
TOTAL ASSETS	$ 4,720,167	$ 139,814	$ 2,123,922
LIABILITIES AND FUND BALANCES			
LIABILITIES:			
WARRANTS PAYABLE	$ -	$ -	$ -
ACCOUNTS PAYABLE	12,176	-	9,872
PAYABLE TO OTHER FUNDS	6,117	28	795
PAYABLE TO OTHER GOVERNMENTAL UNITS	-	-	-
COMPENSATED ABSENCES	431	-	-
DEFERRED REVENUE	-	-	137
LOANS/NOTES/INSTALLMENT PURCHASES PAYABLE	-	-	-
FUNDS HELD IN TRUST	-	139,786	2,113,118
OTHER	23	-	-
TOTAL LIABILITIES	$ 18,747	$ 139,814	$ 2,123,922
FUND BALANCES:			
RESERVED:			
FOR ENCUMBRANCES	$ -	-	-
FOR LONG-TERM RECEIVABLES	-	-	-
FOR LOCAL GOVERNMENTS	-	-	-
FOR ENDOWMENT PRINCIPAL	-	-	-
FOR PENSION BENEFITS	4,701,420	-	-
TOTAL RESERVED FUND BALANCES	$ 4,701,420	-	-
UNRESERVED:			
DESIGNATED FOR APPROPRIATION CARRYOVER	-	-	-
DESIGNATED FOR FUND PURPOSES	-	-	-
DESIGNATED OTHER	-	-	-
TOTAL UNRESERVED FUND BALANCES	-	-	-
TOTAL FUND BALANCES	$ 4,701,420	-	-
TOTAL LIABILITIES AND FUND BALANCES	$ 4,720,167	$ 139,814	$ 2,123,922

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
FIDUCIARY FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1983
(IN THOUSANDS)

NONEXPENDABLE TRUST FUNDS PERMANENT SCHOOL	EXPENDABLE TRUST	AGENCY	COMBINED TOTALS
$ 31	$ (5,480)	$ 161,916	$ 158,256
316,904	255,035	12,204	5,543,841
2,071	19,048	2,757	68,040
154	20,576	10,207	51,897
5,137	6,426	155	75,529
-	6,522	293	6,815
-	-	-	1,827,062
-	1,006	-	1,006
-	181	27,394	27,575
-	-	53	53
15,451	-	-	16,172
12,975	-	-	78,650
-	-	1,355	1,378
$ 352,723	$ 303,314	$ 216,334	$ 7,856,274
$ -	$ -	$ 143,605	$ 143,605
547	55,572	894	79,061
12,490	620	248	20,298
-	-	20,203	20,203
-	-	-	431
-	6	27	170
-	379,134	-	379,134
-	-	50,662	2,303,566
-	-	695	718
$ 13,037	$ 435,332	$ 216,334	$ 2,947,186
$ -	$ 2,408	-	$ 2,408
-	9,926	-	9,926
-	186,284	-	186,284
339,686	-	-	339,686
-	-	-	4,701,420
$ 339,686	$ 198,618	-	$ 5,239,724
-	$ 96	-	$ 96
-	(334,732)	-	(334,732)
-	4,000	-	4,000
-	$ (330,636)	-	$ (330,636)
$ 339,686	$ (132,018)	-	$ 4,909,088
$ 352,723	$ 303,314	$ 216,334	$ 7,856,274

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
DEFINED BENEFIT PENSION FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1983
(IN THOUSANDS)

	PUBLIC EMPLOYEES RETIREMENT ASSOCIATION	
	PUBLIC EMPLOYEES RETIREMENT	POLICE AND FIRE
ASSETS		
CASH	$ 495	$ 54
INVESTMENTS	922,481	193,251
SECURITY SALES RECEIVABLE	3,763	629
ACCOUNTS RECEIVABLE	1,489	364
DUE FROM OTHER FUNDS	2,665	247
ACCRUED INCOME	9,349	1,986
EQUITY IN INVESTMENT FUNDS	515,798	51,345
FIXED ASSETS/REAL PROPERTY(NET)	602	-
UNAMORTIZED BOND LOSSES	24,791	3,428
OTHER ASSETS	23	-
TOTAL ASSETS	$ 1,481,456	$ 251,304
LIABILITIES AND FUND BALANCES		
LIABILITIES:		
SECURITY PURCHASES PAYABLE	$ 3,702	$ 775
ACCOUNTS PAYABLE	55	-
PAYABLE TO OTHER FUNDS	3,320	990
COMPENSATED ABSENCES	315	-
OTHER	23	-
TOTAL LIABILITIES	$ 7,415	$ 1,765
FUND BALANCES:		
RESERVED:		
FOR PENSION BENEFITS	$ 1,474,041	$ 249,539
TOTAL RESERVED FUND BALANCES	$ 1,474,041	$ 249,539
TOTAL LIABILITIES AND FUND BALANCES	$ 1,481,456	$ 251,304

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
DEFINED BENEFIT PENSION FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1983
(IN THOUSANDS)

TEACHERS RETIREMENT ASSOCIATION	MINNESOTA STATE RETIREMENT SYSTEM			
TEACHERS RETIREMENT	STATE EMPLOYEES RETIREMENT	HIGHWAY PATROLMENS RETIREMENT	JUDGES RETIREMENT	COMBINED TOTALS
$ 909	$ 29	$ 12	$ -	$ 1,499
1,156,101	569,133	45,971	3,226	2,890,163
4,259	1,170	90	6	9,917
10,582	2,808	276	7	15,526
11,945	2,007	144	1,088	18,096
12,194	6,421	413	27	30,390
769,640	313,584	31,322	6,468	1,688,157
44	75	-	-	721
24,470	11,897	825	264	65,675
-	-	-	-	23
$ 1,990,144	$ 907,124	$ 79,053	$ 11,086	$ 4,720,167
$ 5,087	$ 2,048	$ 188	$ 11	$ 11,811
254	56	-	-	365
1,167	572	42	26	6,117
57	59	-	-	431
-	-	-	-	23
$ 6,565	$ 2,735	$ 230	$ 37	$ 18,747
$ 1,983,579	$ 904,389	$ 78,823	$ 11,049	$ 4,701,420
$ 1,983,579	$ 904,389	$ 78,823	$ 11,049	$ 4,701,420
$ 1,990,144	$ 907,124	$ 79,053	$ 11,086	$ 4,720,167

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
DEFINED BENEFIT PENSION FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	PUBLIC EMPLOYEES RETIREMENT ASSOCIATION	
	PUBLIC EMPLOYEES RETIREMENT	POLICE AND FIRE
OPERATING REVENUES:		
EMPLOYER CONTRIBUTIONS	$ 74,005	$ 12,953
EMPLOYEE CONTRIBUTIONS	66,181	9,702
INVESTMENT/INTEREST INCOME	102,762	20,698
DISTRIBUTED INVESTMENT FUND INCOME	46,651	4,693
OTHER	550	447
TOTAL OPERATING REVENUES	$ 290,149	$ 48,493
OPERATING EXPENSES:		
ANNUITY PAYMENTS	$ 62,588	$ 5,358
REFUNDED CONTRIBUTIONS	10,471	825
PURCHASED SERVICES	287	16
SALARIES AND FRINGE BENEFITS	1,635	92
DEPRECIATION AND AMORTIZATION	125	7
SUPPLIES AND MATERIALS	50	3
OTHER ADMINISTRATIVE EXPENSES	375	21
INDIRECT COSTS	35	2
TOTAL OPERATING EXPENSES	$ 75,566	$ 6,324
OPERATING INCOME	$ 214,583	$ 42,169
NONOPERATING REVENUES (EXPENSES):		
OPERATING TRANSFERS		
TRANSFERS IN	$ 4,613	$ 324
TRANSFERS OUT	(23,372)	(2,166)
OPERATING TRANSFERS (NET)	$ (18,759)	$ (1,842)
NET INCOME	$ 195,824	$ 40,327
RECOVERY OF UNREALIZED LOSS ON EQUITY SECURITIES	19,945	3,470
NET INCREASE IN FUND BALANCES	$ 215,769	$ 43,797
FUND BALANCES, JULY 1, 1982	1,258,272	205,742
FUND BALANCES, JUNE 30, 1983	$ 1,474,041	$ 249,539

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
DEFINED BENEFIT PENSION FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

TEACHERS RETIREMENT ASSOCIATION	MINNESOTA STATE RETIREMENT SYSTEM			
TEACHERS RETIREMENT	STATE EMPLOYEES RETIREMENT	HIGHWAY PATROLMENS RETIREMENT	JUDGES RETIREMENT	COMBINED TOTALS
$ 64,942	$ 29,137	$ 3,909	$ 2,537	$ 187,483
70,486	37,306	1,961	527	186,163
127,392	60,630	4,742	353	316,577
73,404	30,470	2,843	623	158,684
500	411	5	88	2,001
$ 336,724	$ 157,954	$ 13,460	$ 4,128	$ 850,908
$ 57,207	$ 33,431	$ 2,826	$ 1,769	$ 163,179
9,742	6,048	49	23	27,158
76	486	29	8	902
1,063	662	30	19	3,501
5	3	-	-	140
7	8	-	-	68
316	-	-	-	712
-	-	-	-	37
$ 68,416	$ 40,638	$ 2,934	$ 1,819	$ 195,697
$ 268,308	$ 117,316	$ 10,526	$ 2,309	$ 655,211
$ 4,520	$ 3,423	$ 114	-	$ 12,994
-	-	-	-	(25,538)
$ 4,520	$ 3,423	$ 114	-	$ (12,544)
$ 272,828	$ 120,739	$ 10,640	$ 2,309	$ 642,667
24,385	11,073	1,175	-	60,048
$ 297,213	$ 131,812	$ 11,815	$ 2,309	$ 702,715
1,686,366	772,577	67,008	8,740	3,998,705
$ 1,983,579	$ 904,389	$ 78,823	$ 11,049	$ 4,701,420

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
DEFINED BENEFIT PENSION FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	PUBLIC EMPLOYEES RETIREMENT ASSOCIATION	
	PUBLIC EMPLOYEES RETIREMENT	POLICE AND FIRE
CASH PROVIDED:		
FROM OPERATIONS:		
NET INCOME	$ 195,824	$ 40,327
ITEMS ADDED TO (DEDUCTED FROM) NET INCOME:		
DECREASE (INCREASE) IN CURRENT ASSETS:		
SECURITY SALES RECEIVABLE	$ (3,763)	$ (364)
ACCOUNTS RECEIVABLE	(1,309)	(16)
ACCRUED INVESTMENT INCOME	3,379	744
DUE FROM OTHER FUNDS	(2,443)	(193)
OTHER CURRENT ASSETS	3	-
INCREASE (DECREASE) IN CURRENT LIABILITIES:		
SECURITY PURCHASES PAYABLE	3,702	774
ACCOUNTS PAYABLE	30	-
ACCRUED COMPENSATED ABSENCES	56	-
PAYABLE TO OTHER FUNDS	1,797	811
OTHER CURRENT LIABILITIES	(11)	-
DEFERRED REVENUE	-	-
DEPRECIATION AND AMORTIZATION	132	-
RECOVERY OF UNREALIZED LOSS ON EQUITY SECURITIES	19,945	3,470
TOTAL ITEMS ADDED (DEDUCTED)	$ 21,518	$ 5,226
TOTAL CASH PROVIDED FROM OPERATIONS	$ 217,342	$ 45,553
CASH APPLIED:		
INVESTMENTS IN FIXED ASSETS	$ 160	-
TOTAL CASH APPLIED	$ 160	-
NET INCREASE (DECREASE) IN CASH AND INVESTMENTS	$ 217,182	$ 45,553
CASH AND INVESTMENTS, JULY 1, 1982	1,246,383	202,525
CASH AND INVESTMENTS, JUNE 30, 1983	$ 1,463,565	$ 248,078

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
DEFINED BENEFIT PENSION FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

TEACHERS RETIREMENT ASSOCIATION	MINNESOTA STATE RETIREMENT SYSTEM			
TEACHERS RETIREMENT	STATE EMPLOYEES RETIREMENT	HIGHWAY PATROLMENS RETIREMENT	JUDGES RETIREMENT	COMBINED TOTALS
$ 272,828	$ 120,739	$ 10,640	$ 2,309	$ 642,667
$ (4,259)	$ (1,170)	$ (90)	$ (6)	$ (9,652)
16,639	619	(62)	(4)	15,867
2,608	940	266	23	7,960
(8,069)	(1,407)	(144)	(1,022)	(13,278)
-	-	-	-	3
5,086	2,047	189	11	11,809
186	(15)	-	-	201
(2)	5	-	-	59
1,168	(12,047)	(740)	-	(9,011)
-	-	-	-	(11)
-	-	-	(74)	(74)
5	4	-	-	141
24,385	11,073	1,175	-	60,048
$ 37,747	$ 49	$ 594	$ (1,072)	$ 64,062
$ 310,575	$ 120,788	$ 11,234	$ 1,237	$ 706,729
$ 32	$ 62	-	-	$ 254
$ 32	$ 62	-	-	$ 254
$ 310,543	$ 120,726	$ 11,234	$ 1,237	$ 706,475
1,640,577	773,917	66,896	8,721	3,939,019
$ 1,951,120	$ 894,643	$ 78,130	$ 9,958	.$ 4,645,494

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
DEFINED CONTRIBUTION FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1983
(IN THOUSANDS)

	MINNESOTA STATE RETIREMENT SYSTEM		TEACHERS RETIREMENT ASSOCIATION	
	UNCLASSIFIED EMPLOYEES RETIREMENT	DEFERRED COMPENSATION	COLLEGE SUPPLEMENTAL RETIREMENT	COMBINED TOTALS
ASSETS				
CASH	$ 6	$ 4	$ 63	$ 73
INVESTMENTS	-	324	155	479
ACCOUNTS RECEIVABLE	93	12	1	106
DUE FROM OTHER FUNDS	251	-	-	251
EQUITY IN INVESTMENT FUNDS	21,606	61,757	55,542	138,905
TOTAL ASSETS	$ 21,956	$ 62,097	$ 55,761	$ 139,814
LIABILITIES				
PAYABLE TO OTHER FUNDS	$ 6	$ 22	$ -	$ 28
FUNDS HELD IN TRUST	21,950	62,075	55,761	139,786
TOTAL LIABILITIES	$ 21,956	$ 62,097	$ 55,761	$ 139,814

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
DEFINED CONTRIBUTION FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUNDS HELD IN TRUST
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	MINNESOTA STATE RETIREMENT SYSTEM		TEACHERS RETIREMENT ASSOCIATION	
	UNCLASSIFIED EMPLOYEES RETIREMENT	DEFERRED COMPENSATION	COLLEGE SUPPLEMENTAL RETIREMENT	COMBINED TOTALS
OPERATING REVENUES:				
INVESTMENT/INCOME	$ 334	$ 3,366	$ -	$ 3,700
REALIZED/UNREALIZED GAIN ON INVESTMENT IN INVESTMENT TRUST FUND	5,156	7,217	15,749	28,122
OTHER INCOME	50	207	217	474
TOTAL OPERATING REVENUES	$ 5,540	$ 10,790	$ 15,966	$ 32,296
OPERATING EXPENSES:				
SALARIES AND FRINGE BENEFITS	$ 36	$ 163	$ 25	$ 224
PURCHASED SERVICES	14	69	4	87
DEPRECIATION AND AMORTIZATION	-	1	-	1
SUPPLIES AND MATERIALS	-	2	-	2
OTHER EXPENSES	231	-	-	231
TOTAL OPERATING EXPENSES	$ 281	$ 235	$ 29	$ 545
OPERATING INCOME	$ 5,259	$ 10,555	$ 15,937	$ 31,751
NONOPERATING REVENUES (EXPENSES):				
SHARES PURCHASED:				
EMPLOYER CONTRIBUTIONS	$ 1,095	$ -	$ 1,285	$ 2,380
EMPLOYEE CONTRIBUTIONS	1,369	9,062	1,285	11,716
SHARES WITHDRAWN:				
REFUNDS	(1,808)	(3,102)	(1,425)	(6,335)
TOTAL NONOPERATING REVENUES (EXPENSES)	$ 656	$ 5,960	$ 1,145	$ 7,761
OPERATING TRANSFERS:				
TRANSFERS IN	$ 70	-	-	$ 70
NET INCOME	$ 5,985	$ 16,515	$ 17,082	$ 39,582
FUNDS HELD IN TRUST, JULY 1, 1982	15,965	45,560	38,679	100,204
FUNDS HELD IN TRUST, JUNE 30, 1983	$ 21,950	$ 62,075	$ 55,761	$ 139,786

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
DEFINED CONTRIBUTION FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	MINNESOTA STATE RETIREMENT SYSTEM		TEACHERS RETIREMENT ASSOCIATION	
	UNCLASSIFIED EMPLOYEES RETIREMENT	DEFERRED COMPENSATION	COLLEGE SUPPLEMENTAL RETIREMENT	COMBINED TOTALS
CASH PROVIDED:				
FROM OPERATIONS:				
NET INCOME	$ 5,985	$ 16,515	$ 17,082	$ 39,582
ITEMS ADDED TO (DEDUCTED FROM) NET INCOME:				
DECREASE(INCREASE) IN CURRENT ASSETS:				
ACCOUNTS RECEIVABLE	$ 12	$ (12)	$ -	$ -
DUE FROM OTHER FUNDS	(46)	2	-	(44)
INCREASE(DECREASE) IN CURRENT LIABILITIES:				
ACCOUNTS PAYABLE	-	(2)	(1)	(3)
PAYABLE TO OTHER FUNDS	(1)	22	-	21
TOTAL ITEMS ADDED (DEDUCTED)	$ (35)	$ 10	$ (1)	$ (26)
TOTAL CASH PROVIDED FROM OPERATIONS	$ 5,950	$ 16,525	$ 17,081	$ 39,556
CASH AND INVESTMENTS, JULY 1, 1982	15,662	45,560	38,679	99,901
CASH AND INVESTMENTS, JUNE 30, 1983	$ 21,612	$ 62,085	$ 55,760	$ 139,457

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
INVESTMENT TRUST FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1983
(IN THOUSANDS)

	MINNESOTA SUPPLEMENTAL INVESTMENT	MINNESOTA POST RETIREMENT INVESTMENT	MINNESOTA VARIABLE ANNUITY	COMBINED TOTALS
ASSETS				
CASH	$ 16	$ 28	$ 173	$ 217
INVESTMENTS	219,134	1,743,321	106,601	2,069,056
SECURITY SALES RECEIVABLE	2,113	14,092	2,410	18,615
DUE FROM OTHER FUNDS	-	2,613	-	2,613
ACCRUED INCOME	3,088	29,707	626	33,421
TOTAL ASSETS	$ 224,351	$ 1,789,761	$ 109,810	$ 2,123,922
LIABILITIES				
SECURITY PURCHASES PAYABLE	$ 2,384	$ 4,783	$ 2,598	$ 9,765
ACCOUNTS PAYABLE	53	-	54	107
PAYABLE TO OTHER FUNDS	-	420	375	795
DEFERRED REVENUE	-	137	-	137
FUNDS HELD IN TRUST:				
FUNDS HELD IN TRUST	$ 224,368	$ 1,596,807	$ 96,277	$ 1,917,452
UNREALIZED MARKET GAINS (LOSSES)	(2,461)	122,368	12,521	132,428
ANNUITY STABILIZATION RESERVE	-	(34,001)	-	(34,001)
UNDISTRIBUTED EARNINGS (LOSSES)	7	99,247	(2,015)	97,239
NET FUNDS HELD IN TRUST	$ 221,914	$ 1,784,421	$ 106,783	$ 2,113,118
TOTAL LIABILITIES	$ 224,351	$ 1,789,761	$ 109,810	$ 2,123,922

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
INVESTMENT TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUNDS HELD IN TRUST
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	MINNESOTA SUPPLEMENTAL INVESTMENT	MINNESOTA POST RETIREMENT INVESTMENT	MINNESOTA VARIABLE ANNUITY	COMBINED TOTALS
OPERATING REVENUES:				
INVESTMENT/INTEREST INCOME..............	$ 15,809	$ 145,169	$ 5,706	$ 166,684
REALIZED GAINS ON INVESTMENTS:				
PROCEEDS FROM SECURITY SALES..........	$ 126,919	$ 551,072	$ 120,837	$ 798,828
COST OF SECURITIES SOLD...............	117,490	537,350	114,465	769,305
NET REALIZED GAINS..................	$ 9,429	$ 13,722	$ 6,372	$ 29,523
UNREALIZED GAINS (LOSSES):				
BEGINNING OF PERIOD...................	$ (19,058)	$ (183,716)	$ (7,874)	$ (210,648)
END OF PERIOD.........................	12,972	122,368	12,521	147,861
INCREASE IN UNREALIZED APPRECIATION.	$ 32,030	$ 306,084	$ 20,395	$ 358,509
OPERATING INCOME.................	$ 57,268	$ 464,975	$ 32,473	$ 554,716
NONOPERATING REVENUES (EXPENSES):				
SHARES PURCHASED:				
PARTICIPANT CONTRIBUTIONS............	$ 13,515	$ 229,370	$ -	$ 242,885
SHARES WITHDRAWN:				
PARTICIPANT WITHDRAWALS..............	(2,908)	(111,957)	(1,092)	(115,957)
TOTAL NONOPERATING REVENUES (EXPENSES)	$ 10,607	$ 117,413	$ (1,092)	$ 126,928
NET INCOME...............................	$ 67,875	$ 582,388	$ 31,381	$ 681,644
FUNDS HELD IN TRUST, JULY 1, 1982.........	154,039	1,202,033	75,402	1,431,474
FUNDS HELD IN TRUST, JUNE 30, 1983........	$ 221,914	$ 1,784,421	$ 106,783	$ 2,113,118

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
INVESTMENT TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	MINNESOTA SUPPLEMENTAL INVESTMENT	MINNESOTA POST RETIREMENT INVESTMENT	MINNESOTA VARIABLE ANNUITY	COMBINED TOTALS
CASH PROVIDED:				
FROM OPERATIONS:				
NET INCOME	$ 67,875	$ 582,388	$ 31,381	$ 681,644
ITEMS ADDED TO (DEDUCTED FROM) NET INCOME:				
DECREASE (INCREASE) IN CURRENT ASSETS:				
SECURITY SALES RECEIVABLE	$ (2,113)	$ (14,093)	$ (2,410)	$ (18,616)
ACCOUNTS RECEIVABLE	-	2,734	-	2,734
ACCRUED INVESTMENT INCOME	(578)	(1,750)	136	(2,192)
DUE FROM OTHER FUNDS	-	12,042	-	12,042
INCREASE (DECREASE) IN CURRENT LIABILITIES				
SECURITY PURCHASES PAYABLE	2,384	4,784	2,598	9,766
ACCOUNTS PAYABLE	53	(5,915)	54	(5,808)
PAYABLE TO OTHER FUNDS	-	(3,717)	30	(3,687)
DEFERRED REVENUE	-	137	-	137
TOTAL ITEMS ADDED (DEDUCTED)	$ (254)	$ (5,778)	$ 408	$ (5,624)
TOTAL CASH PROVIDED FROM OPERATIONS	$ 67,621	$ 576,610	$ 31,789	$ 676,020
CASH AND INVESTMENTS, JULY 1 ,1982	151,529	1,166,739	74,985	1,393,253
CASH AND INVESTMENTS, JUNE 30, 1983	$ 219,150	$ 1,743,349	$ 106,774	$ 2,069,273

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
INVESTMENT TRUST FUNDS
COMBINING SCHEDULE OF PARTICIPATION
JUNE 30, 1983
(IN THOUSANDS)

	MINNESOTA SUPPLEMENTAL INVESTMENT	MINNESOTA POST RETIREMENT INVESTMENT	MINNESOTA VARIABLE ANNUITY	COMBINED TOTALS
DEFINED BENEFIT PENSION FUNDS:				
TEACHERS RETIREMENT ASSOCIATION:				
TEACHERS RETIREMENT FUND	-	$ 673,363	$ 96,277	$ 769,640
MINNESOTA STATE RETIREMENT SYSTEM:				
STATE EMPLOYEES RETIREMENT FUND	-	313,584	-	313,584
HIGHWAY PATROLMENS RETIREMENT FUND	-	31,322	-	31,322
JUDGES RETIREMENT FUND	-	6,468	-	6,468
PUBLIC EMPLOYEES RETIREMENT ASSOCIATION:				
PUBLIC EMPLOYEES RETIREMENT FUND	-	515,798	-	515,798
POLICE AND FIRE FUND	-	51,345	-	51,345
SUBTOTAL	-	$ 1,591,880	$ 96,277	$ 1,688,157
DEFINED CONTRIBUTION PENSION FUNDS:				
TEACHERS RETIREMENT ASSOCIATION:				
COLLEGE SUPPLEMENTAL RETIREMENT FUND	$ 55,542	-	-	$ 55,542
MINNESOTA STATE RETIREMENT SYSTEM:				
UNCLASSIFIED EMPLOYEES RETIREMENT FUND	21,606	-	-	21,606
DEFERRED COMPENSATION FUND	61,757	-	-	61,757
SUBTOTAL	$ 138,905	-	-	$ 138,905
LEGISLATORS AND SURVIVORS RETIREMENT FUND	-	$ 4,927	-	$ 4,927
TOTAL STATE RETIREMENT FUNDS	$ 138,905	$ 1,596,807	$ 96,277	$ 1,831,989
NONSTATE FUNDS	85,463	-	-	85,463
TOTAL FUNDS HELD IN TRUST FOR PARTICIPANTS	$ 224,368	$ 1,596,807	$ 96,277	$ 1,917,452
UNREALIZED APPRECIATION (DEPRECIATION) ON INVESTMENTS	(2,461)	122,368	12,521	132,428
UNDISTRIBUTED EARNINGS (LOSSES)	7	99,247	(2,015)	97,239
ANNUITY STABILIZATION RESERVE	-	(34,001)	-	(34,001)
TOTAL PARTICIPATION AND UNDISTRIBUTED EARNINGS (LOSSES)	$ 221,914	$ 1,784,421	$ 106,783	$ 2,113,118

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
INVESTMENT TRUST FUNDS
COMBINING SUMMARY OF INVESTMENTS
JUNE 30, 1983
(IN THOUSANDS)

	MINNESOTA SUPPLEMENTAL INVESTMENT	MINNESOTA POST RETIREMENT INVESTMENT	MINNESOTA VARIABLE ANNUITY	COMBINED TOTALS
BONDS AND OTHER DEBT CERTIFICATES:				
U.S. GOVERNMENT OBLIGATIONS............	$ 40,005	$ 537,522	$ 4,950	$ 582,477
CANADIAN GOVERNMENT OBLIGATIONS........	5,862	32,810	-	38,672
PUBLIC UTILITIES.......................	14,894	131,862	-	146,756
FINANCE INDUSTRY CORPORATIONS..........	7,514	51,847	-	59,361
INDUSTRIAL CORPORATIONS................	10,103	131,486	-	141,589
TRANSPORTATION INDUSTRY CORPORATIONS...	4,026	28,974	-	33,000
TOTAL BONDS AND OTHER DEBT CERTIFICATES	$ 82,404	$ 914,501	$ 4,950	$ 1,001,855
COMMON STOCK:				
PUBLIC UTILITIES.......................	$ 11,728	$ 99,243	$ 8,392	$ 119,363
FINANCE INDUSTRY CORPORATIONS..........	6,960	49,891	6,228	63,079
MANUFACTURING INDUSTRY CORPORATIONS....	58,178	337,333	45,759	441,270
FOOD INDUSTRY CORPORATIONS............	4,247	22,973	2,922	30,142
RETAIL INDUSTRY CORPORATIONS..........	6,929	11,108	4,137	22,174
TRANSPORTATION INDUSTRY CORPORATIONS..	1,175	-	730	1,905
RAW MATERIAL INDUSTRY CORPORATIONS....	18,401	123,268	14,007	155,676
OTHER INDUSTRIES......................	4,754	37,993	4,473	47,220
TOTAL COMMON STOCK..................	$ 112,372	$ 681,809	$ 86,648	$ 880,829
SHORT-TERM SECURITIES (CASH EQUIVALENTS)	$ 24,358	$ 147,011	$ 15,003	$ 186,372
TOTAL INVESTMENTS.....................	$ 219,134	$ 1,743,321	$ 106,601	$ 2,069,056

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
EXPENDABLE TRUST FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1983
(IN THOUSANDS)

	MUNICIPAL STATE-AID STREET	COUNTY STATE-AID HIGHWAY	ENDOWMENT SCHOOL
ASSETS			
CASH	$ (2,352)	$ 161	$ -
INVESTMENTS	75,464	120,485	-
ACCOUNTS RECEIVABLE	58	199	-
DUE FROM OTHER FUNDS	3,164	3,910	10,752
ACCRUED INCOME	1,674	3,157	-
FEDERAL AID RECEIVABLE	-	-	-
MORTGAGE NOTES RECEIVABLE	-	-	-
LOANS RECEIVABLE	-	-	-
TOTAL ASSETS	$ 78,008	$ 127,912	$ 10,752
LIABILITIES AND FUND BALANCES			
LIABILITIES:			
ACCOUNTS PAYABLE	$ 1,109	$ 28,673	-
PAYABLE TO OTHER FUNDS	155	355	-
DEFERRED REVENUE	-	-	-
LOANS PAYABLE	-	-	-
TOTAL LIABILITIES	$ 1,264	$ 29,028	-
FUND BALANCES:			
RESERVED:			
FOR ENCUMBRANCES	$ -	$ -	$ -
FOR LONG-TERM RECEIVABLES	-	-	-
FOR LOCAL GOVERNMENTS	76,717	98,815	10,752
TOTAL RESERVED FUND BALANCES	$ 76,717	$ 98,815	$ 10,752
UNRESERVED FUND BALANCES:			
DESIGNATED FOR APPROPRIATION CARRYOVER	$ 27	$ 69	-
DESIGNATED FOR FUND PURPOSES	-	-	-
DESIGNATED OTHER	-	-	-
TOTAL UNRESERVED FUND BALANCES	$ 27	$ 69	-
TOTAL FUND BALANCES	$ 76,744	$ 98,884	$ 10,752
TOTAL LIABILITIES AND FUND BALANCES	$ 78,008	$ 127,912	$ 10,752

The notes are an integral part of the financial statements

STATE OF MINNESOTA
EXPENDABLE TRUST FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1983
(IN THOUSANDS)

ENDOWMENT	N.E.MINNESOTA ECONOMIC PRCTECTION	RURAL REHABILITATION TRUST	UNEMPLOYMENT COMPENSATION	COMBINED TOTALS
$ 1,577	$ 56	$ 25	$ (4,947)	$ (5,480)
1,961	49,275	7,850	-	255,035
23	-	-	18,768	19,048
13	11	-	2,726	20,576
18	1,270	307	-	6,426
-	-	-	6,522	6,522
-	-	1,006	-	1,006
-	181	-	-	181
$ 3,592	$ 50,793	$ 9,188	$ 23,069	$ 303,314
$ 418	$ 553	$ 11	$ 24,808	$ 55,572
20	80	10	-	620
-	-	-	6	6
-	-	-	379,134	379,134
$ 438	$ 633	$ 21	$ 403,948	$ 435,332
$ 243	$ 1,724	$ 441	$ -	$ 2,408
-	-	819	9,107	9,926
-	-	-	-	186,284
$ 243	$ 1,724	$ 1,260	$ 9,107	$ 198,618
$ -	$ -	$ -	$ -	$ 96
2,911	48,436	3,907	(389,986)	(334,732)
-	-	4,000	-	4,000
$ 2,911	$ 48,436	$ 7,907	$ (389,986)	$ (330,636)
$ 3,154	$ 50,160	$ 9,167	$ (380,879)	$ (132,018)
$ 3,592	$ 50,793	$ 9,188	$ 23,069	$ 303,314

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
JUNE 30, 1983

(IN THOUSANDS)

	MUNICIPAL STATE-AID STREET	COUNTY STATE-AID HIGHWAY	ENDOWMENT SCHOOL
REVENUES:			
TAXES	$ -	$ -	-
FEDERAL GRANTS	-	-	-
DEPARTMENTAL EARNINGS	-	-	-
INVESTMENT INCOME	7,495	11,519	-
OTHER REVENUES	-	-	-
TOTAL REVENUES	$ 7,495	$ 11,519	-
EXPENDITURES:			
CURRENT:			
PROTECTION OF PERSONS/PROPERTY	$ -	$ -	-
TRANSPORTATION	144	432	-
RESOURCE MANAGEMENT	-	-	-
ECONOMIC/MANPOWER DEVELOPMENT	-	-	-
EDUCATION	-	-	-
HEALTH AND SOCIAL SERVICES	-	-	-
GENERAL GOVERNMENT	-	-	-
TOTAL CURRENT EXPENDITURES	$ 144	$ 432	-
CAPITAL OUTLAY	$ -	$ -	$ -
DEBT SERVICE	-	-	-
GRANTS AND SUBSIDIES	36,979	148,253	25,217
TOTAL EXPENDITURES	$ 37,123	$ 148,685	$ 25,217
REIMBURSEMENTS	$ 225	$ 736	$ -
NET EXPENDITURES	$ 37,348	$ 149,421	$ 25,217
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	$ (29,853)	$ (137,902)	$ (25,217)
OTHER FINANCING SOURCES (USES):			
OPERATING TRANSFERS IN	37,297	121,109	24,720
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	$ 7,444	$ (16,793)	$ (497)
FUND BALANCES, JULY 1, 1982, AS REPORTED	$ 69,300	$ 115,677	$ 11,249
PRIOR PERIOD ADJUSTMENTS	-	-	-
FUND BALANCES, JULY 1, 1982, AS RESTATED	$ 69,300	$ 115,677	$ 11,249
FUND BALANCES, JUNE 30, 1983	$ 76,744	$ 98,884	$ 10,752

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
JUNE 30, 1983
(IN THOUSANDS)

ENDOWMENT	N.E. MINNESOTA ECONOMIC PROTECTION	RURAL REHABILITATION TRUST	UNEMPLOYMENT COMPENSATION	COMBINED TOTALS
$ -	$ -	$ -	$ 389,780	$ 389,780
-	-	-	605	605
-	-	-	703	703
197	5,714	958	-	25,883
4,200	13	-	21,838	26,051
$ 4,397	$ 5,727	$ 958	$ 412,926	$ 443,022
$ 63	$ -	$ -	-	$ 63
-	-	-	-	576
435	-	-	-	435
-	4,789	332	-	5,121
1,325	-	-	-	1,325
224	-	-	-	224
217	-	-	-	217
$ 2,264	$ 4,789	$ 332	-	$ 7,961
$ 283	$ 219	$ -	$ -	$ 502
-	-	-	11,279	11,279
1,403	78	588	578,100	790,618
$ 3,950	$ 5,086	$ 920	$ 589,379	$ 810,360
$ -	$ 74	$ 5	$ -	$ 1,040
$ 3,950	$ 5,160	$ 925	$ 589,379	$ 811,400
$ 447	$ 567	$ 33	$ (176,453)	$ (368,378)
-	2,603	-	-	185,729
447	$ 3,170	$ 33	$ (176,453)	$ (182,649)
$ 2,707	$ 46,990	$ 9,134	$ 5,690	$ 260,747
-	-	-	(210,116)	(210,116)
$ 2,707	$ 46,990	$ 9,134	$ (204,426)	$ 50,631
$ 3,154	$ 50,160	$ 9,167	$ (380,879)	$ (132,018)

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	BALANCE JULY 1, 1982	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 1983
DISBURSEMENT CLEARING				
ASSETS				
CASH	$ 170,226	$ 8,064,926	$ 8,091,183	$ 143,969
TOTAL ASSETS	$ 170,226	$ 8,064,926	$ 8,091,183	$ 143,969
LIABILITIES				
WARRANTS PAYABLE	$ 170,108	$ 8,064,452	$ 8,090,955	$ 143,605
FUNDS HELD IN TRUST	118	477	231	364
TOTAL LIABILITIES	$ 170,226	$ 8,064,929	$ 8,091,186	$ 143,969
TAXES CLEARING				
ASSETS				
CASH	$ 12,158	$ 422,875	$ 421,978	$ 13,055
DUE FROM OTHER FUNDS	9,147	9,588	9,147	9,588
TOTAL ASSETS	$ 21,305	$ 432,463	$ 431,125	$ 22,643
LIABILITIES				
PAYABLE TO OTHER FUNDS	$ 18	$ 4	$ 15	$ 7
PAYABLE TO OTHER GOVERNMENTAL UNITS	19,346	422,816	421,978	20,184
FUNDS HELD IN TRUST	1,941	511	-	2,452
TOTAL LIABILITIES	$ 21,305	$ 423,331	$ 421,993	$ 22,643
SOCIAL WELFARE				
ASSETS				
CASH	$ 633	$ 12,417	$ 12,526	$ 524
INVESTMENTS	2,649	5,077	5,176	2,550
ACCOUNTS RECEIVABLE	-	77	-	77
DUE FROM OTHER FUNDS	-	104	-	104
ACCRUED INCOME	79	55	79	55
TOTAL ASSETS	$ 3,361	$ 17,730	$ 17,781	$ 3,310
LIABILITIES				
ACCOUNTS PAYABLE	$ 150	$ 176	$ 150	$ 176
PAYABLE TO OTHER FUNDS	135	21	135	21
FUNDS HELD IN TRUST	3,076	7,279	7,242	3,113
TOTAL LIABILITIES	$ 3,361	$ 7,476	$ 7,527	$ 3,310

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES(continued)
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	BALANCE JULY 1, 1982	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 1983
FEDERAL COUNTY ROAD AND BRIDGE				
ASSETS				
CASH	$ 5,021	-	$ 5,021	-
ACCOUNTS RECEIVABLE	7,260	-	7,260	-
FEDERAL AID RECEIVABLE	5,673	-	5,673	-
TOTAL ASSETS	$ 17,954	-	$ 17,954	-
LIABILITIES				
CONTRACT AND RETAINAGE PAYABLE	$ 1,301	-	$ 1,301	-
PAYABLE TO OTHER FUNDS	3,500	-	3,500	-
PAYABLE TO OTHER GOVERNMENTAL UNITS	13,153	-	13,153	-
TOTAL LIABILITIES	$ 17,954	-	$ 17,954	-
STATE UNIVERSITY SYSTEM - STUDENT ACTIVITY				
ASSETS				
CASH	$ 289	$ 143,953	$ 143,349	$ 893
INVESTMENTS	5,315	28,249	27,550	6,014
ACCOUNTS RECEIVABLE	340	1,537	1,744	133
ACCRUED INCOME	204	2,292	2,412	84
FEDERAL AID RECEIVABLE	114	9,414	9,420	108
LOANS RECEIVABLE	23,325	5,754	4,743	24,336
OTHER ASSETS	2,579	3,741	4,966	1,354
TOTAL ASSETS	$ 32,166	$ 194,940	$ 194,184	$ 32,922
LIABILITIES				
ACCOUNTS PAYABLE	$ 213	$ 8,779	$ 8,885	$ 107
FUNDS HELD IN TRUST	31,812	71,857	71,418	32,251
OTHER LIABILITIES	141	7,450	7,027	564
TOTAL LIABILITIES	$ 32,166	$ 88,086	$ 87,330	$ 32,922
COMMUNITY COLLEGE SYSTEM - ALL COLLEGE				
ASSETS				
CASH	$ 1,971	$ 23,431	$ 23,795	$ 1,607
INVESTMENTS	2,692	2,722	2,228	3,186
ACCOUNTS RECEIVABLE	2,502	3,135	3,090	2,547
ACCRUED INCOME	22	7	13	16
FEDERAL AID RECEIVABLE	77	892	784	185
DEFERRED COSTS	42	200	222	20
LOANS RECEIVABLE	3,087	592	621	3,058
OTHER ASSETS	4	3	6	1
TOTAL ASSETS	$ 10,397	$ 30,982	$ 30,759	$ 10,620
LIABILITIES				
ACCOUNTS PAYABLE	$ 528	$ 3,364	$ 3,281	$ 611
DEFERRED REVENUE	23	41	37	27
LOANS PAYABLE	51	-	51	-
FUNDS HELD IN TRUST	9,650	16,774	16,573	9,851
OTHER LIABILITIES	145	642	656	131
TOTAL LIABILITIES	$ 10,397	$ 20,821	$ 20,598	$ 10,620

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES(continued)
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	BALANCE JULY 1, 1982	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 1983
MISCELLANEOUS AGENCY				
ASSETS				
CASH	$ 3,835	$ 36,021	$ 37,988	$ 1,868
INVESTMENTS	379	1,214	1,139	454
ACCOUNTS RECEIVABLE	338	-	338	-
DUE FROM OTHER FUNDS	-	515	-	515
DEFERRED COSTS	155	33	155	33
TOTAL ASSETS	$ 4,707	$ 37,783	$ 39,620	$ 2,870
LIABILITIES				
PAYABLE TO OTHER FUNDS	$ 418	$ 21	$ 219	$ 220
PAYABLE TO OTHER GOVERNMENTAL UNITS	3	129	113	19
FUNDS HELD IN TRUST	4,286	29,904	31,559	2,631
TOTAL LIABILITIES	$ 4,707	$ 30,054	$ 31,891	$ 2,870
TOTAL AGENCY FUNDS				
ASSETS				
CASH	$ 194,133	$ 8,703,623	$ 8,735,840	$ 161,916
INVESTMENTS	11,035	37,262	36,093	12,204
ACCOUNTS RECEIVABLE	10,440	4,749	12,432	2,757
DUE FROM OTHER FUNDS	9,147	10,207	9,147	10,207
ACCRUED INCOME	305	2,354	2,504	155
FEDERAL AID RECEIVABLE	5,864	10,306	15,877	293
DEFERRED COSTS	197	233	377	53
LOANS RECEIVABLE	26,412	6,346	5,364	27,394
OTHER ASSETS	2,583	3,744	4,972	1,355
TOTAL ASSETS	$ 260,116	$ 8,778,824	$ 8,822,606	$ 216,334
LIABILITIES				
WARRANTS PAYABLE	$ 170,108	$ 8,064,452	$ 8,090,955	$ 143,605
ACCOUNTS PAYABLE	891	12,319	12,316	894
CONTRACT AND RETAINAGE PAYABLE	1,301	-	1,301	-
PAYABLE TO OTHER FUNDS	4,071	46	3,869	248
PAYABLE TO OTHER GOVERNMENTAL UNITS	32,502	422,945	435,244	20,203
DEFERRED REVENUE	23	41	37	27
LOANS PAYABLE	51	-	51	-
FUNDS HELD IN TRUST	50,883	126,802	127,023	50,662
OTHER LIABILITIES	286	8,092	7,683	695
TOTAL LIABILITIES	$ 260,116	$ 8,634,697	$ 8,678,479	$ 216,334

The notes are an integral part of the financial statements

ACCOUNT GROUP

General Long-Term Obligation Account Group - accounts for unmatured principal of bonds, notes and other forms of long-term indebtedness which are not accounted for in proprietary funds.

STATE OF MINNESOTA
GENERAL LONG-TERM OBLIGATION ACCOUNT GROUP
STATEMENT OF CHANGES IN GENERAL LONG-TERM OBLIGATION
YEAR ENDED JUNE 30, 1983
(IN THOUSANDS)

	BEGINNING BALANCE	INCREASE	DECREASE	ENDING BALANCE
AMOUNT AVAILABLE AND TO BE PROVIDED FOR PAYMENT OF GENERAL LONG-TERM OBLIGATIONS:				
AMOUNT AVAILABLE IN DEBT SERVICE FUND	$ 73,829	$ 75,470	$ 73,839	$ 75,460
AMOUNT TO BE PROVIDED:				
GENERAL FUND	$ 805,657	$ 238,497	$ 74,752	$ 969,402
GAME AND FISH FUND	295	154	28	421
TRUNK HIGHWAY FUND	57,334	-	7,584	49,750
EMPLOYMENT SERVICES ADMINISTRATION FUND	640	-	200	440
MISCELLANEOUS SPECIAL REVENUE FUND	43	132	43	132
UNEMPLOYMENT TRUST FUND	209,842	-	209,842	-
TOTAL AMOUNT TO BE PROVIDED	$ 1,073,811	$ 238,783	$ 292,449	$ 1,020,145
TOTAL AMOUNT AVAILABLE AND TO BE PROVIDED	$ 1,147,640	$ 314,253	$ 366,288	$ 1,095,605
GENERAL LONG-TERM OBLIGATIONS PAYABLE:				
GENERAL OBLIGATION BONDS PAYABLE	$ 901,959	$ 60,000	$ 73,839	$ 888,120
LOANS PAYABLE	214,466	-	210,236	4,230
CAPITAL LEASES PAYABLE	1,215	2,673	347	3,541
REVENUE REFUNDS PAYABLE	30,000	828	6,296	24,532
GRANTS AND SUBSIDIES PAYABLE	-	175,182	-	175,182
TOTAL GENERAL LONG-TERM OBLIGATIONS PAYABLE	$ 1,147,640	$ 238,683	$ 290,718	$ 1,095,605

The notes are an integral part of the financial statements.

GENERAL OBLIGATION DEBT SCHEDULES

STATE OF MINNESOTA

GENERAL OBLIGATION DEBT
SCHEDULED DEBT SERVICE FOR FISCAL YEARS 1984-2003
PRINCIPAL PAYMENTS — BOLDFACE INTEREST PAYMENTS — LIGHTFACE
(In Thousands)

Fund & Type	Authorization Year-Chapter	Amount Outstanding 6-30-83	1984	1985	1986	1987	1988	1989
General Fund								
State Building, Capital Improvement	'63-677	**$ 2,080**	**$2,080**	**$ —**	**$ —**	**$ —**	**$ —**	**$ —**
			32	—	—	—	—	—
	'65-882	**5,660**	**2,890**	**2,770**	**—**	**—**	**—**	**—**
			175	86	—	—	—	—
	X'67-8	**20,900**	**3,469**	**3,469**	**3,469**	**3,469**	**3,449**	**1,789**
			1,011	833	655	477	300	159
	'69-1159	**56,080**	**7,336**	**7,336**	**7,336**	**7,336**	**7,336**	**7,336**
			2,847	2,462	2,076	1,685	1,294	899
	'71-963	**55,233**	**5,368**	**5,368**	**5,368**	**5,368**	**5,368**	**5,368**
			2,438	2,173	1,910	1,646	1,382	1,112
	'73-778	**30,476**	**2,329**	**2,329**	**2,329**	**2,329**	**2,329**	**2,329**
			1,584	1,376	1,267	1,156	1,045	931
	'74-541	**2,457**	**205**	**205**	**205**	**205**	**205**	**205**
			132	121	110	100	88	77
	'75-436	**11,806**	**847**	**847**	**847**	**847**	**847**	**847**
			606	534	495	454	414	374
	'76-348	**37,891**	**2,693**	**2,693**	**2,693**	**2,693**	**2,693**	**2,693**
			2,008	1,673	1,556	1,436	1,316	1,193
	'77-421	**6,375**	**375**	**375**	**375**	**375**	**375**	**375**
			411	384	358	333	308	282
	'77-451	**27,343**	**1,743**	**1,743**	**1,743**	**1,743**	**1,743**	**1,743**
			1,460	1,363	1,267	1,171	1,078	984
	'78-792	**91,641**	**5,345**	**5,345**	**5,345**	**5,345**	**5,345**	**5,345**
			6,426	6,039	5,650	5,274	4,909	4,544
	'79-300	**2,744**	**151**	**151**	**151**	**151**	**151**	**151**
			232	218	205	192	180	169
	'79-301	**41,259**	**2,403**	**2,403**	**2,403**	**2,403**	**2,403**	**2,403**
			2,775	2,600	2,425	2,257	2,092	1,927
	'79-338	**56,394**	**3,023**	**3,023**	**3,023**	**3,023**	**3,023**	**3,023**
			5,202	4,929	4,654	4,385	4,125	3,865
	'81- 4	**26,609**	**1,385**	**1,385**	**1,385**	**1,385**	**1,385**	**1,385**
			2,697	2,568	2,438	2,306	2,174	2,041
	'81-304	**15,090**	**783**	**783**	**783**	**783**	**783**	**783**
			1,531	1,457	1,382	1,307	1,232	1,156
	'81-334	**1,033**	**53**	**53**	**53**	**53**	**53**	**53**
			105	100	95	89	84	79
	'81-361	**6,994**	**364**	**364**	**364**	**364**	**364**	**364**
			709	675	641	606	571	536
	'81-362	**3,715**	**191**	**191**	**191**	**191**	**191**	**191**
			376	358	340	322	303	285
	'82-639	**3,727**	**188**	**188**	**188**	**188**	**188**	**188**
			378	359	341	322	303	284
State Building (Voc-Tech)	'75-436	**10,250**	**775**	**775**	**775**	**775**	**775**	**775**
			550	492	453	414	374	334
State Building (Natural Resources)	'75-415	**14,000**	**1,000**	**1,000**	**1,000**	**1,000**	**1,000**	**1,000**
			696	646	596	546	497	448
State Building (Parks & Recreation)	'77-421	**40,500**	**2,700**	**2,700**	**2,700**	**2,700**	**2,700**	**2,700**
			1,945	1,810	1,675	1,540	1,419	1,297
State Transportation	'76-339	**17,500**	**1,250**	**1,250**	**1,250**	**1,250**	**1,250**	**1,250**
			943	755	704	651	598	543
	'77-277	**38,100**	**2,500**	**2,500**	**2,500**	**2,500**	**2,500**	**2,500**
			1,904	1,774	1,645	1,515	1,395	1,275
	'79-280	**28,750**	**1,600**	**1,600**	**1,600**	**1,600**	**1,600**	**1,600**
			2,263	2,131	1,998	1,871	1,749	1,627
	'81-361	**37,980**	**1,955**	**1,955**	**1,955**	**1,955**	**1,955**	**1,955**
			3,846	3,662	3,476	3,288	3,100	2,910

STATE OF MINNESOTA
GENERAL OBLIGATION DEBT
SCHEDULED DEBT SERVICE FOR FISCAL YEARS 1984-2003
PRINCIPAL PAYMENTS —BOLDFACE INTEREST PAYMENTS — LIGHTFACE

(In Thousands)

1990	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003
$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ —
—	—	—	—	—	—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—	—	—	—	—	—
1,789	—	—	—	—	—	—	—	—	—	—	—	—	—
53	—	—	—	—	—	—	—	—	—	—	—	—	—
7,336	**4,725**	—	—	—	—	—	—	—	—	—	—	—	—
504	185	—	—	—	—	—	—	—	—	—	—	—	—
5,368	**5,368**	**5,368**	**2,268**	**2,268**	**1,268**	**685**	**435**	—	—	—	—	—	—
841	566	441	314	190	95	43	12	—	—	—	—	—	—
2,329	**2,329**	**2,329**	**2,329**	**2,329**	**1,829**	**1,566**	**1,358**	**53**	**53**	—	—	—	—
816	699	580	459	337	229	141	65	6	3	—	—	—	—
205	**205**	**205**	**205**	**205**	**205**	—	—	—	—	—	—	—	—
65	53	41	29	16	5	—	—	—	—	—	—	—	—
847	**847**	**847**	**847**	**847**	**847**	**847**	**795**	—	—	—	—	—	—
333	292	249	205	162	117	72	29	—	—	—	—	—	—
2,693	**2,693**	**2,693**	**2,693**	**2,693**	**2,693**	**2,693**	**2,693**	**93**	**93**	—	—	—	—
1,068	941	810	679	544	409	271	132	11	5	—	—	—	—
375	**375**	**375**	**375**	**375**	**375**	**375**	**375**	**375**	**375**	**375**	—	—	—
260	237	215	192	169	145	122	98	73	49	24	—	—	—
1,743	**1,743**	**1,743**	**1,743**	**1,743**	**1,743**	**1,743**	**1,743**	**1,743**	**1,193**	—	—	—	—
896	807	718	628	537	445	352	258	164	69	—	—	—	—
5,345	**5,345**	**5,345**	**5,345**	**5,345**	**5,345**	**5,345**	**5,345**	**5,345**	**5,345**	**3,685**	**2,020**	**416**	—
4,196	3,813	3,396	3,004	2,640	2,270	1,895	1,513	1,128	739	347	72	—	—
151	**151**	**151**	**151**	**151**	**151**	**151**	**151**	**151**	**151**	**151**	**151**	**26**	**10**
157	144	132	120	107	94	81	67	53	40	26	12	3	1
2,403	**2,403**	**2,403**	**2,403**	**2,403**	**2,403**	**2,403**	**2,403**	**2,403**	**2,403**	**2,403**	**403**	—	—
1,777	1,626	1,474	1,320	1,163	1,005	845	682	516	351	184	18	—	—
3,023	**3,023**	**3,023**	**3,023**	**3,023**	**3,023**	**3,023**	**3,023**	**3,023**	**3,023**	**3,023**	**3,023**	**1,644**	**345**
3,602	3,285	2,914	2,590	2,314	2,032	1,744	1,452	1,157	859	559	293	125	19
1,385	**1,385**	**1,385**	**1,385**	**1,385**	**1,385**	**1,385**	**1,385**	**1,385**	**1,385**	**1,385**	**1,385**	**1,385**	**298**
1,906	1,730	1,512	1,334	1,195	1,054	910	765	618	470	321	200	108	16
783	**783**	**783**	**783**	**783**	**783**	**783**	**783**	**783**	**783**	**783**	**783**	**783**	**213**
1,080	984	870	773	695	615	534	451	368	284	200	128	70	12
53	**53**	**53**	**53**	**53**	**53**	**53**	**53**	**53**	**53**	**53**	**53**	**53**	**21**
74	68	63	58	52	47	41	36	30	24	19	13	7	1
364	**364**	**364**	**364**	**364**	**364**	**364**	**364**	**364**	**364**	**364**	**364**	**364**	**82**
501	456	401	356	320	282	245	206	168	129	90	57	31	5
191	**191**	**191**	**191**	**191**	**191**	**191**	**191**	**191**	**191**	**191**	**191**	**191**	**83**
266	242	211	186	167	148	128	108	87	67	46	30	17	5
188	**188**	**188**	**188**	**188**	**188**	**188**	**188**	**188**	**188**	**188**	**188**	**188**	**155**
266	247	228	209	190	171	151	131	111	91	70	50	29	8
775	**775**	**775**	**775**	**775**	**775**	**775**	**175**	—	—	—	—	—	—
293	251	207	163	119	76	34	9	—	—	—	—	—	—
1,000	**1,000**	**1,000**	**1,000**	**1,000**	**1,000**	**1,000**	**1,000**	—	—	—	—	—	—
399	348	296	244	191	138	83	28	—	—	—	—	—	—
2,700	**2,700**	**2,700**	**2,700**	**2,700**	**2,700**	**2,700**	**2,700**	**2,700**	—	—	—	—	—
1,173	1,049	922	794	664	535	402	270	135	—	—	—	—	—
1,250	**1,250**	**1,250**	**1,250**	**1,250**	**1,250**	**1,250**	**1,250**	—	—	—	—	—	—
486	429	369	310	249	188	125	63	—	—	—	—	—	—
2,500	**2,500**	**2,500**	**2,500**	**2,500**	**2,500**	**2,500**	**2,500**	**2,500**	**600**	—	—	—	—
1,156	1,037	916	793	669	545	419	292	164	35	—	—	—	—
1,600	**1,600**	**1,600**	**1,600**	**1,600**	**1,600**	**1,600**	**1,600**	**1,600**	**1,600**	**1,600**	**950**	**300**	**300**
1,509	1,390	1,270	1,149	1,026	900	773	643	511	379	246	112	50	17
1,955	**1,955**	**1,955**	**1,955**	**1,955**	**1,955**	**1,955**	**1,955**	**1,955**	**1,955**	**1,955**	**1,955**	**1,955**	**835**
2,719	2,478	2,186	1,942	1,746	1,546	1,343	1,137	929	720	508	331	188	46

Note: Columns may not add due to rounding

STATE OF MINNESOTA
GENERAL OBLIGATION DEBT
SCHEDULED DEBT SERVICE FOR FISCAL YEARS 1984-2003
PRINCIPAL PAYMENTS — BOLDFACE INTEREST PAYMENTS — LIGHTFACE
(In Thousands)

Fund & Type	Authorization Year-Chapter	Amount Outstanding 6-30-83	1984	1985	1986	1987	1988	1989
Pollution Control	X'71-20	$ 18,838	**$ 1,738** 500	**$ 1,738** 415	**$ 1,738** 328	**$ 1,738** 270	**$ 1,738** 243	**$ 1,738** 215
	'73-771	13,913	**1,013** 748	**1,013** 622	**1,013** 577	**1,013** 532	**1,013** 486	**1,013** 438
	'75-354	23,900	**1,450** 1,435	**1,450** 1,343	**1,450** 1,251	**1,450** 1,160	**1,450** 1,070	**1,450** 979
	'77-418	850	**50** 55	**50** 51	**50** 48	**50** 44	**50** 41	**50** 38
	'79-285	30,205	**1,555** 3,062	**1,555** 2,914	**1,555** 2,765	**1,555** 2,615	**1,555** 2,464	**1,555** 2,313
Zoological Gardens	'73-207	19,200	**1,425** 1,000	**1,450** 918	**1,500** 844	**1,525** 767	**1,575** 686	**1,625** 601
Vietnam Veterans' Bonus	'73-204	33,000	**3,000** 1,499	**3,000** 1,360	**3,000** 1,220	**3,000** 1,081	**3,000** 940	**3,000** 797
Waste Management	'80-564	2,520	**140** 203	**140** 191	**140** 179	**140** 167	**140** 157	**140** 147
TOTAL FOR GENERAL FUND		$835,010	**$ 65,370** 53,785	**$ 63,195** 49,393	**$ 60,475** 45,622	**$ 60,500** 41,983	**$ 60,530** 38,415	**$ 58,920** 34,860
Trunk Highway Fund								
Trunk Highway	'59-538	$ 620	**$ 260** —	**$ 270** —	**$ 90** —	$ — —	$ — —	$ — —
	'67-873	28,600	**5,400** 1,124	**5,400** 884	**5,400** 644	**5,500** 406	**5,600** 168	**1,300** 24
	'77-277	23,250	**1,550** 1,117	**1,550** 1,039	**1,550** 962	**1,550** 884	**1,550** 815	**1,550** 745
TOTAL FOR TRUNK HIGHWAY FUND		$ 52,470	**$ 7,210** 2,241	**$ 7,220** 1,924	**$ 7,040** 1,606	**$ 7,050** 1,291	**$ 7,150** 983	**$ 2,850** 769
Employment Services Administration Fund State Building, Capitol Improvement	'65-532	$ 540	**$ 180** 15	**$ 180** 9	**$ 180** 3	$ — —	$ — —	— —
	X'67-8	100	**20** 3	**20** 3	**20** 2	**20** 1	**20** —	— —
TOTAL EMPLOYMENT SERVICES ADMINISTRATION FUND		$ 640	**$ 200** 18	**$ 200** 12	**$ 200** 5	**$ 20** 1	**$ 20** —	— —
State University Board Revenue Bond Fund	'69-1152	$ 9,185	**$ 320** 507	**$ 340** 489	**$ 355** 471	**$ 380** 451	**$ 400** 430	**$ 420** 407
	'73-759	6,025	**200** 302	**200** 292	**200** 282	**200** 272	**200** 261	**200** 251
TOTAL FOR STATE UNIVERSITY BOARD REVENUE BOND FUND		$ 15,210	**$ 520** 809	**$ 540** 781	**$ 555** 753	**$ 580** 723	**$ 600** 691	**$ 620** 658
Maximum Effort School Loan Fund								
School Loans	'63-601	$ 1,750	**$ 1,750** 36	$ — —	$ — —	$ — —	$ — —	$ — —
	'65-875	2,800	**950** 76	**950** 45	**900** 15	— —	— —	— —
	'67-583	1,820	**245** 100	**245** 85	**245** 71	**245** 57	**280** 41	**280** 25
	'69-1056	14,223	**1,441** 805	**1,441** 705	**1,441** 621	**1,441** 538	**1,506** 454	**1,506** 367
	'80-545	13,088	**689** 1,277	**689** 1,211	**689** 1,144	**689** 1,079	**689** 1,015	**689** 950
TOTAL FOR MAXIMUM EFFORT SCHOOL LOAN FUND		$ 33,680	**$ 5,075** 2,294	**$ 3,325** 2,046	**$ 3,275** 1,852	**$ 2,375** 1,674	**$ 2,475** 1,510	**$ 2,475** 1,342
TOTAL PRINCIPAL — ALL FUNDS **TOTAL INTEREST — ALL FUNDS**		$937,010	**$ 78,375** 59,148	**$ 74,480** 54,155	**$ 71,545** 49,838	**$ 70,525** 45,672	**$ 70,775** 41,599	**$ 64,865** 37,629
TOTAL DEBT SERVICE — ALL FUNDS			**$137,523**	**$128,635**	**$121,383**	**$116,197**	**$112,374**	**$102,494**

The above list does not include issues of $65 million and $24 million dated August 1, 1983. (See Note 25)

STATE OF MINNESOTA

GENERAL OBLIGATION DEBT
SCHEDULED DEBT SERVICE FOR FISCAL YEARS 1984-2003

PRINCIPAL PAYMENTS — BOLDFACE INTEREST PAYMENTS — LIGHTFACE

(In Thousands)

1990	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003
$ 1,738	**$ 1,738**	**$ 1,738**	**$ 1,738**	**$ 488**	**$ 488**	**$ 488**	$ –	$ –	$ –	$ –	$ –	$ –	$ –
187	158	128	98	68	40	13	–	–	–	–	–	–	–
1,013	**1,013**	**1,013**	**1,013**	**1,013**	**1,013**	**1,013**	**750**	–	–	–	–	–	–
390	341	290	239	186	134	82	38	–	–	–	–	–	–
1,450	**1,450**	**1,450**	**1,450**	**1,450**	**1,450**	**1,450**	**1,450**	**1,450**	**1,450**	**700**	–	–	–
898	816	734	651	567	482	397	310	222	134	46	–	–	–
50	**50**	**50**	**50**	**50**	**50**	**50**	**50**	**50**	**50**	**50**	–	–	–
35	32	29	26	22	19	16	13	10	7	3	–	–	–
1,555	**1,555**	**1,555**	**1,555**	**1,555**	**1,555**	**1,555**	**1,555**	**1,555**	**1,555**	**1,555**	**1,555**	**1,555**	**660**
2,161	1,975	1,755	1,567	1,411	1,252	1,090	927	761	594	426	281	158	36
1,650	**1,700**	**1,750**	**1,800**	**1,875**	**1,175**	**75**	**75**	–	–	–	–	–	–
513	421	325	225	121	39	8	4	–	–	–	–	–	–
3,000	**3,000**	**3,000**	**3,000**	**3,000**	–	–	–	–	–	–	–	–	–
655	512	367	221	74	–	–	–	–	–	–	–	–	–
140	**140**	**140**	**140**	**140**	**140**	**140**	**140**	**140**	**140**	**140**	**140**	–	–
136	125	114	103	92	80	68	56	44	31	19	6	–	–
$ 58,945	**$54,595**	**$49,920**	**$46,870**	**$45,695**	**$40,495**	**$38,345**	**$36,485**	**$28,100**	**$22,950**	**$18,600**	**$13,160**	**$ 8,860**	**$ 3,000**
31,368	27,736	24,163	20,979	18,003	15,137	12,426	9,794	7,267	5,079	3,135	1,604	787	165
$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –	–	–	–	–	–
–	–	–	–	–	–	–	–	–	–	–	–	–	–
–	–	–	–	–	–	–	–	–	–	–	–	–	–
–	–	–	–	–	–	–	–	–	–	–	–	–	–
1,550	**1,550**	**1,550**	**1,550**	**1,550**	**1,550**	**1,550**	**1,550**	**1,550**	–	–	–	–	–
673	602	529	456	381	307	231	155	78	–	–	–	–	–
$ 1,550	**$ 1,550**	**$ 1,550**	**$ 1,550**	**$ 1,550**	**$ 1,550**	**$ 1,550**	**$ 1,550**	**$ 1,550**	–	–	–	–	–
673	602	529	456	381	307	231	155	78	–	–	–	–	–
–	–	–	–	–	–	–	–	–	–	–	–	–	–
–	–	–	–	–	–	–	–	–	–	–	–	–	–
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–	–	–	–	–	–	–	–	–	–	–	–	–	–
–	–	–	–	–	–	–	–	–	–	–	–	–	–
$ 2,855	**$ 4,115**	$ –	$ –	$ –	–	–	–	–	–	–	–	–	–
313	222	–	–	–	–	–	–	–	–	–	–	–	–
200	**200**	**200**	**200**	**4,025**	–	–	–	–	–	–	–	–	–
241	231	221	210	103	–	–	–	–	–	–	–	–	–
$ 3,055	**$ 4,315**	**$ 200**	**$ 200**	**$ 4,025**	–	–	–	–	–	–	–	–	–
554	453	221	210	103	–	–	–	–	–	–	–	–	–
$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –
–	–	–	–	–	–	–	–	–	–	–	–	–	–
280	–	–	–	–	–	–	–	–	–	–	–	–	–
8	–	–	–	–	–	–	–	–	–	–	–	–	–
1,506	**486**	**486**	**486**	**486**	**486**	**486**	**486**	**186**	**186**	**111**	**51**	–	–
281	225	198	171	144	117	89	61	36	24	11	2	–	–
689	**689**	**689**	**689**	**689**	**689**	**689**	**689**	**689**	**689**	**689**	**689**	**540**	**150**
886	821	757	691	624	557	487	418	347	275	204	132	67	8
$ 2,475	**$1,175**	**$1,175**	**$1,175**	**$1,175**	**$1,175**	**$1,175**	**$1,175**	**$ 875**	**$ 875**	**$ 800**	**$ 740**	**$ 540**	**$ 150**
1,175	1,046	955	862	769	674	576	478	383	299	214	134	67	8
66,025	**$61,635**	**$52,845**	**$49,795**	**$52,445**	**$43,220**	**$41,070**	**$39,210**	**$30,525**	**$23,825**	**$19,40**	**$13,900**	**$ 9,400**	**$ 3,150**
33,771	29,837	25,868	22,507	19,257	16,118	13,234	10,427	7,728	5,378	3,349	1,738	854	173
$99,796	**$91,472**	**$78,713**	**$72,302**	**$71,702**	**$59,338**	**$54,304**	**$49,637**	**$38,253**	**$29,203**	**$22,749**	**$15,638**	**$10,254**	**$ 3,323**

Note: Columns may not add due to rounding.

STATE OF MINNESOTA

AUTHORIZED BUT UNISSUED GENERAL OBLIGATION DEBT BY PURPOSE AS OF JULY 1, 1983

(In Thousands)

Authorization Year-Chapter	Type	Total Authorized	Components/Purpose	Amounts Authorized	Issued	Net Authorized Unissued
1971-856	Municipal Aid	$ 20,000	Municipal Aid	$ 20,000	$ 0	$ 20,000
M.S. 116.18	Water Pollution Control	144,000	Prevention, Control, Abatement of Water Pollution	144,000	116,100	27,900
1977-277	Trunk Highway	50,000	Trunk Highway and Interstate Bridges	50,000	31,000	19,000
1979-280	State Transportation	52,000	County, Municipal and Township Bridges	52,000	32,000	20,000
1979-300	State Building	3,775	Public dam reconstruction	3,775	3,010	765
1979-338	State Building	74,515	Statewide improvements	2,000		
			Capitol Complex	1,348		
			Natural Resources	878		
			Education	1,225		
			State Universities	6,221		
			Community Colleges	300		
			University of Minnesota	51,242		
			Corrections	10,478		
			Public Welfare	783		
			Other	40	60,450	14,065
1980-545	School Loans	20,000	Acquisition and Betterment of Public School Land and Buildings	20,000	13,775	6,225
1980-564	Waste Management	15,000	Waste Processing Facility Assistance	8,800		
			Acquisition of Real Property for Hazardous Waste Facility Sites	6,200	2,800	12,200
1980-610	Transportation	13,500	Rail Service Improvement	13,500	0	13,500
1981-4	State Building	42,970	Administration	13,443		
			Natural Resources	533		
			Military Affairs	922		
			Education	4,939		
			State Universities	597		
			University of Minnesota	5,650		
			Corrections	4,742		
			Public Welfare	10,888		
			Economic Security	250		
			Minnesota Historical Society	975		
			Other	31	27,696	15,274
1981-275	University Hospital	190,000	University of Minnesota Hospital construction	190,000	0	190,000
1981-304	State Building	30,320	Metropolitan Council	12,490		
			Natural Resources	17,795		
			Other	35	15,660	14,660
1981-334	State Building	50,000	District Heating System	50,000	1,065	48,935

STATE OF MINNESOTA
AUTHORIZED BUT UNISSUED GENERAL OBLIGATION DEBT BY PURPOSE AS OF JULY 1, 1983 (Continued)
(In Thousands)

Authorization Year-Chapter	Type	Total Authorized	Components/Purpose	Amounts Authorized	Issued	Net Authorized Unissued
1981-361	State Building	$ 14,615	Administration	$ 8,464	$	$
			Natural Resources	2,574		
			Historical Society	700		
			Veterans Affairs	261		
			Economic Development	2,500		
			Other	116	7,275	7,340
1981-361	State Transportation	98,000	Interstate Highway System	98,000	39,100	58,900
1981-362	State Building	54,495	Education	14,145		
			State Universities	1,621		
			Community College	620		
			University of Minnesota	38,057		
			Other	52	3,824	50,671
1982-639	State Building	4,740	Administration	1,048		
			Natural Resources	62		
			Military Affairs	350		
			Veterans Affairs	63		
			Education	752		
			State Universities	924		
			University of Minnesota	1,235		
			Corrections	300		
			Other	6	3,760	980
1983-17	Trunk Highway	56,000	Trunk Highway	56,000	0	56,000
1983-323	State Building	30,000	School Energy	30,000	0	30,000
1983-344	State Building	112,445	Administration	26,100		
			Natural Resources	20,327		
			Energy, Planning and Development	17,325		
			Military Affairs	360		
			Education	850		
			State Universities	3,360		
			Community Colleges	470		
			University of Minnesota	21,456		
			Corrections	17,000		
			Public Welfare	2,805		
			Historical Society	2,280		
			Other	112	0	112,445
	Total Authorized, Unissued					**$718,860**

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